

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

| | | | | | | | |
|--|--|--------------|--|--|--|--------|--|
| Local Government Type <input type="checkbox"/> City <input type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other | | | | Local Government Name | | County | |
| Audit Date | | Opinion Date | | Date Accountant Report Submitted to State: | | | |

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ Yes ☐ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☐ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ Yes ☐ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☐ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☐ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☐ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☐ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☐ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☐ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

| We have enclosed the following: | Enclosed | To Be Forwarded | Not Required |
|---|----------|-----------------|--------------|
| The letter of comments and recommendations. | | | |
| Reports on individual federal financial assistance programs (program audits). | | | |
| Single Audit Reports (ASLGU). | | | |

| | | | | |
|---|--|------|-------|----------|
| Certified Public Accountant (Firm Name) | | | | |
| Street Address | | City | State | ZIP Code |
| Accountant Signature | | | Date | |

GREEN OAK TOWNSHIP

ANNUAL FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2005

GREEN OAK TOWNSHIP

TOWNSHIP OFFICIALS

Supervisor - Mark St. Charles
Clerk - Michael Sedlak
Treasurer - William Desmond

BOARD OF TRUSTEES

Philip Berg
William Desmond
Rollin Green
William Palmer
Michael Sedlak
Mark St. Charles
Frederick Seymour

TOWNSHIP ATTORNEY

Connelly, Crowley, Groth & Seglund

TOWNSHIP AUDITORS

Pfeffer, Hanniford & Palka
Certified Public Accountants

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PFEFFER • HANNIFORD • PALKA
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October 11, 2005

Board of Trustees
Green Oak Township
10001 Silver Lake Road
Brighton, Michigan 48116

INDEPENDENT AUDITORS' REPORT

Honorable Board of Trustees:

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Green Oak Township, as of and for the year ended June 30, 2005, which collectively comprise the Green Oak Township's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Green Oak Township's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Green Oak Township, as of June 30, 2005, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis and other required Supplementary Information on pages 10 through 16 and 53 through 57 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Green Oak Township's basic financial statements. The supplementary information is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information, such as the combining and individual fund statements, have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The supplementary information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Pfeffer, Hanniford & Palka, P.C.

PFEFFER, HANNIFORD & PALKA
Certified Public Accountants

MANAGEMENT DISCUSSION
AND
ANALYSIS

Management Discussion and Analysis June 30, 2005

Within this section of Green Oak Township's annual financial report, the Township's management is providing a narrative discussion and analysis of the financial activities of the Township for the fiscal year ended June 30, 2005. This narrative discusses and analyzes the activity within the context of the accompanying financial statements and disclosures following this section. The discussion focuses on the Township's primary government and, unless otherwise noted, component units reported separately from the primary government are not included.

Overview of the Financial Statements

Management's Discussion and Analysis introduces the Township's basic financial statements. The basic financial statements include government-wide financial statements, fund financial statements, and notes to the financial statements. The Township also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The Township's annual reports include two government-wide financial statements. These statements provide both long-term and short-term information about the Township's overall status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in full accrual accounting and elimination or reclassification of internal activities.

The first of these government-wide statements is the Statement of Net Assets. This is the Township-wide statement of position presenting information that includes all the Township's assets and liabilities, with the difference reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the Township as a whole is improving or deteriorating. Evaluation of the overall health of the Township may extend to various non-financial factors as well.

The second government-wide statement is the Statement of Activities which reports how the Township's net assets changed during the current fiscal year. The design of this statement is to show the financial reliance of the Township's distinct activities or functions on the revenues generated by the Township.

Both government-wide financial statements distinguish governmental activities of the Township that are principally supported by taxes and revenue sharing, and from the business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include such activities as general government, public safety, and planning and zoning departments. Business-type activities include water & sewer system operations. Fiduciary activities such as tax collection are not included in the government-wide statements since these assets are not available to fund Township programs.

The Township's financial reporting includes all the funds of the Township (primary government) and, additionally, organizations for which the Township is accountable (component units).

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The Township uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the Township's most significant funds rather than the Township as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for non-major funds is provided in the combining statements later in this report.

The Township has three kinds of funds:

Governmental funds are reported in the financial statements and encompass essentially the same functions as governmental activities in the government-wide financial statements except with a different focus on the financial activity. These statements report short-term fiscal accountability focusing on the use of available resources and balances of these resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term. Since the focus of the government-wide financial statements includes a long-term view, a reconciliation of these fund balances has been completed to detail its relation to net assets.

Proprietary funds are reported in the fund financial statements and are used to account for operations (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

Fiduciary funds are reported in the fiduciary fund financial statements, but are excluded from the government-wide statements. Fiduciary fund financial statements report resources that are not available to fund Township activities.

Notes to the financial statements

The accompanying notes to the financial statements provide information essential to a full understanding of both the government-wide and fund financial statements.

Other information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information. Other supplementary information includes detail by fund for receivables, payables, transfers, and payments within the reporting entity.

Major funds are reported in the basic financial statements as discussed. Combining and individual statements and statements for individual fund activity are presented in a subsequent section of this report.

The Township as a Whole - Government-Wide Financial Analysis

The Township had implemented the new financial reporting model used in this report in the prior fiscal period. The Township's net assets at the end of the fiscal year were \$ 33,597,866. This is a \$2,768,206 increase over last year's net assets of \$30,829,660. This is the first year comparative financial statements were available for the government-wide financial statements.

The following tables provide a summary of the Township's government-wide financial activities and changes in net assets:

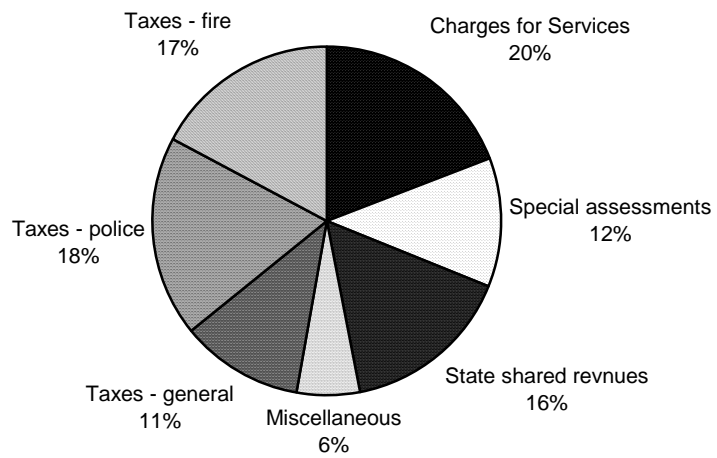
Summary of Net Assets

| | Governmental Activities | | Business Type Activities | |
|---|-------------------------|---------------------|--------------------------|---------------------|
| | <u>6/30/2004</u> | <u>6/30/2005</u> | <u>6/30/2004</u> | <u>6/30/2005</u> |
| Current and other assets | \$11,328,358 | \$11,513,768 | \$29,051,554 | \$26,904,856 |
| Capital assets | <u>5,357,315</u> | <u>5,218,700</u> | <u>17,676,969</u> | <u>23,676,973</u> |
| Total assets | <u>16,685,673</u> | <u>16,732,468</u> | <u>46,728,523</u> | <u>50,581,829</u> |
| Other liabilities | 477,537 | 462,008 | 87,649 | 100,591 |
| Long-term liabilities | <u>10,269,350</u> | <u>9,848,832</u> | <u>21,750,000</u> | <u>23,305,000</u> |
| Total liabilities | <u>10,746,887</u> | <u>10,310,840</u> | <u>21,837,649</u> | <u>23,405,591</u> |
| Net assets: | | | | |
| Invested in capital assets, net of related debt | 2,657,870 | 2,772,535 | 1,824,954 | 371,973 |
| Restricted | 819,859 | 60,240 | | |
| Unrestricted | <u>2,461,057</u> | <u>3,588,853</u> | <u>23,065,920</u> | <u>26,804,265</u> |
| Total net assets | <u>\$ 5,938,786</u> | <u>\$ 6,421,628</u> | <u>\$24,890,874</u> | <u>\$27,176,238</u> |

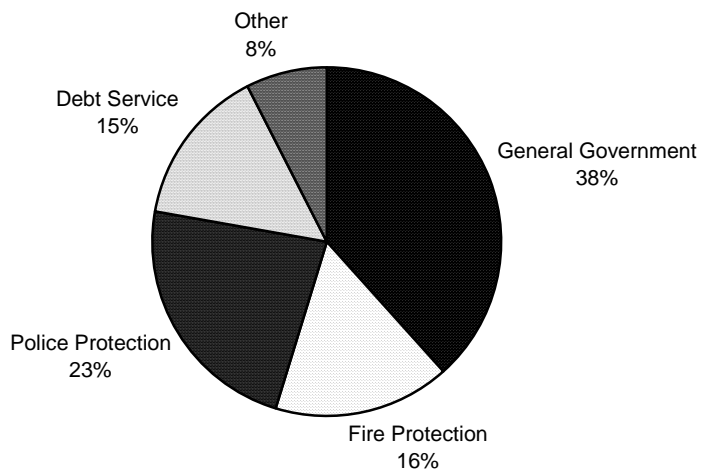
Summary of Changes in Net Assets

| | Governmental Activities | | Business-Type Activities | |
|----------------------------|----------------------------|---------------------|-----------------------------|---------------------|
| | <u>6/30/2004</u> | <u>6/30/2005</u> | <u>6/30/2004</u> | <u>6/30/2005</u> |
| Revenues: | | | | |
| Program revenues | | | | |
| Charges for services | \$ 1,362,266 | \$ 1,655,782 | \$ 124,245 | \$ 167,031 |
| Operating contributions | 6,840,324 | 35,765 | | |
| Capital contributions | | 7,996 | 7,537,089 | 2,242,467 |
| General revenues | | | | |
| State shared revenues | 1,034,421 | 1,036,617 | | |
| Property taxes | 2,881,235 | 3,068,681 | | |
| Interest income | | 54,812 | | 1,358,095 |
| Other | <u>266,924</u> | <u>100,831</u> | <u>143,070</u> | <u>(82,216)</u> |
| Total revenues | <u>12,385,170</u> | <u>5,960,484</u> | <u>7,804,404</u> | <u>3,685,377</u> |
| Expenses | | | | |
| General government | 2,047,939 | 2,075,080 | | |
| Public safety | 2,212,606 | 2,483,993 | | |
| Parks and recreation | 69,137 | 92,709 | | |
| Public works | 462,054 | 379,998 | | |
| Interest on long-term debt | 419,314 | 445,862 | | |
| Water system | 5,198,217 | | 99,893 | 76,509 |
| Sewer system | | | <u>713,985</u> | <u>1,323,504</u> |
| Total expenses | <u>10,409,267</u> | <u>5,477,642</u> | <u>813,878</u> | <u>1,400,013</u> |
| Increase | 1,975,903 | 482,842 | 6,990,526 | 2,285,364 |
| Beginning net assets | <u>3,962,883</u> | <u>5,938,786</u> | <u>17,900,348</u> | <u>24,890,874</u> |
| Ending net assets | <u>\$ 5,938,786</u> | <u>\$ 6,421,628</u> | <u>\$24,890,874</u> | <u>\$27,176,238</u> |

Governmental Fund Revenues



Governmental Fund Expenditures



The overall financial status of the governmental funds improved by an increase of net assets of \$2,768,206 for the year ended June 30, 2005. The substantial increase in net assets can be attributed in part to special assessments assessed, totaling \$2,242,467, to finance the repayment of sewer bonds. The Township issued \$2,435,000 of special assessment bonds to finance the Township's various water and sewer projects accounted for in their proprietary funds.

Financial Analysis of the Township's Funds

The Township has determined it had 5 major governmental funds for the year ended June 30, 2005. These funds included the General Fund, Building Department Fund, Fire Fund, Special Police Fund, and the Water System Capital Projects Fund. All of these funds increased their respective fund balances for the year despite having a prior period adjustment of \$184,648 to record the accrued vacation and sick time for the full-time personnel. Previously, this liability was solely recorded in the long-term debt portion of the government-wide financial statements.

The Water System Capital Projects Fund, which had sold bonds in the previous fiscal year began collecting its assessments and receiving connection fees to repay the bonds sold. Revenues exceeded expenditures by \$345,891 in the current fiscal year. This disparity is expected to change as the interest collected on the assessment decreases annually.

The Township's sole proprietary fund, the Sewer Fund, had a net income of \$2,285,364 for the year ended June 30, 2005. This is primarily due to the \$2,242,467 of special assessments levied. The operating loss for the year totaled \$186,850.

General Fund Budgetary Highlights

The General Fund's budget was adopted prior the start of the fiscal year ended June 30, 2005. However, several amendments were made during the year to bring it closer to economic reality. The General Fund exceeded budgeted appropriations in several functional activities.

Capital Asset and Debt Administration

The Township had considerable capital asset and debt activity for the year. Both governmental and business-type funds added significant amounts of these activities.

Governmental fund capital asset acquisitions totaled \$168,940 primarily for 3 new vehicles and siren equipment for the fire department. The only asset sold/disposed of during the year was a 2001 police vehicle.

The Township's governmental funds paid \$420,518 of principal on the outstanding debt of the Township. The balance at June 30, 2005 was \$9,848,832 with the largest portion being related to the Township's participation in the Livingston Community Water Authority. In the current fiscal year, the accrued liability for vested compensated absences were removed from the long-term portion of the financial statements and recorded fully in their respective funds. A prior period adjustment was made for amount that was outstanding at June 30, 2004.

The business-type funds had \$1,961,567 of capital acquisitions during the year as continued expansion of the Township's new sewage treatment system continues. An additional \$2,435,000 of special assessment bonds was issued to finance these continuing construction costs.

Significant disposals were made in the Saxony water system as those residents are being connected to the Livingston Community Water Authority. The water tower has been removed and the land and water treatment system is expected to be removed within the next fiscal year.

Economic Conditions and Future Activities

The Township is anticipating a further drop in state revenue sharing for its general fund to continue into next year due to the declining economic environment. State shared revenues represent a significant portion of the governmental fund revenues and its volatile nature makes it difficult to estimate the impact on the Township's budget.

The Township is continuing construction of its sewer system for Tri-Lakes residents, and anticipates significant expenditures in the fiscal year ending June 30, 2006.

Contacting the Township's Financial Management

This report is designed to provide a general overview of the Township's financial position and comply with finance-related regulations. If you have any further questions about this report or request additional information please contact Green Oak Township at 10001 Silver Lake Road, Brighton, MI 48116.

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE
FINANCIAL
STATEMENTS

GREEN OAK TOWNSHIP
STATEMENT OF NET ASSETS
JUNE 30, 2005

| | <u>Primary Government</u> | | |
|---|------------------------------------|--|----------------------|
| | <u>Governmental Activities</u> | <u>Business- type Activities</u> | <u>Total</u> |
| <u>ASSETS</u> | | | |
| ASSETS | | | |
| Cash and cash equivalents | \$ 4,889,350 | \$ 790,501 | \$ 5,679,851 |
| Cash and cash equivalents - restricted | | 3,795,037 | 3,795,037 |
| Receivable | | | |
| Taxes | 49,972 | | 49,972 |
| Special assessments | 6,185,699 | 22,152,418 | 28,338,117 |
| State shared revenues | 338,500 | | 338,500 |
| Accounts | 50,247 | 71,840 | 122,087 |
| Bond issuance costs, net | | 95,060 | 95,060 |
| Capital assets: | | | |
| Land | 598,917 | 2,770,301 | 3,369,218 |
| Buildings and improvements | 3,798,627 | | 3,798,627 |
| Sewer systems | | 10,489,179 | 10,489,179 |
| Water systems | | 149,537 | 149,537 |
| Vehicles and equipment | 2,709,018 | | 2,709,018 |
| Construction in progress | | 11,330,322 | 11,330,322 |
| Less accumulated depreciation | <u>(1,887,862)</u> | <u>(1,062,366)</u> | <u>(2,950,228)</u> |
| Total assets | <u>16,732,468</u> | <u>50,581,829</u> | <u>67,314,297</u> |
| <u>LIABILITIES</u> | | | |
| LIABILITIES | | | |
| Accounts payable | 106,332 | 17,208 | 123,540 |
| Accrued interest payable | 84,686 | 83,383 | 168,069 |
| Accrued wages, vacation and sick pay | 270,990 | | 270,990 |
| Capital lease payable | | | |
| Current | 176,559 | | 176,559 |
| Non - current | 379,606 | | 379,606 |
| Contracts payable | | | |
| Current | 19,238 | | 19,238 |
| Non - current | 115,429 | | 115,429 |
| Bonds payable | | | |
| Current | 328,000 | 929,940 | 1,257,940 |
| Non - current | <u>8,830,000</u> | <u>22,375,060</u> | <u>31,205,060</u> |
| Total liabilities | <u>10,310,840</u> | <u>23,405,591</u> | <u>33,716,431</u> |
| <u>NET ASSETS</u> | | | |
| NET ASSETS | | | |
| Invested in capital assets, net of related debt | 2,772,535 | 371,973 | 3,144,508 |
| Restricted for: | | | |
| Debt service | 60,240 | | 60,240 |
| Unrestricted | <u>3,588,853</u> | <u>26,804,265</u> | <u>30,393,118</u> |
| Total net assets | <u>\$ 6,421,628</u> | <u>\$ 27,176,238</u> | <u>\$ 33,597,866</u> |

The notes of the financial statements are an integral part of this statement

GREEN OAK TOWNSHIP
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

| <u>Functions/Programs</u> | <u>Expenses</u> | <u>Program Revenues</u> | | |
|--------------------------------|-----------------------|---------------------------------|---|---|
| | | <u>Charges for Services</u> | <u>Operating Grants and Contributions</u> | <u>Capital Grants and Contributions</u> |
| Governmental activities | | | | |
| General government | \$ (2,075,080) | \$ 1,073,499 | \$ | \$ |
| Fire protection | (1,091,356) | 9,173 | 11,432 | 7,996 |
| Police protection | (1,392,637) | 70,351 | 22,533 | |
| Parks and recreation | (92,709) | | | |
| Public works | (379,998) | 502,759 | 1,800 | |
| Interest on long-term debt | (445,862) | | | |
| Total governmental activities | <u>(5,477,642)</u> | <u>1,655,782</u> | <u>35,765</u> | <u>7,996</u> |
| Business-type activities | | | | |
| Water | (76,509) | 53,466 | | |
| Sewer | (1,323,504) | 113,565 | | 2,242,467 |
| Total business-type activities | <u>(1,400,013)</u> | <u>167,031</u> | | <u>2,242,467</u> |
| Total | <u>\$ (6,877,655)</u> | <u>\$ 1,822,813</u> | <u>\$ 35,765</u> | <u>\$ 2,250,463</u> |

General revenues
Property taxes
Cable franchise fees
State shared revenues
Interest income - cash and equivalents
Interest income - assessments
Other income
Loss on disposal assets

Total general revenues

Changes in net assets

Net assets, July 1, 2004

Net assets, June 30, 2005

The notes of the financial statements are an integral part of this statement.

| Net (Expenses) Revenue and Changes Net Assets | | |
|--|---------------------------------|----------------------|
| Governmental Activities | Business- type Activities | Total |
| \$ (1,001,581) | \$ | \$ (1,001,581) |
| (1,062,755) | | (1,062,755) |
| (1,299,753) | | (1,299,753) |
| (92,709) | | (92,709) |
| 124,561 | | 124,561 |
| <u>(445,862)</u> | | <u>(445,862)</u> |
| <u>(3,778,099)</u> | | <u>(3,778,099)</u> |
| | (23,043) | (23,043) |
| | <u>1,032,528</u> | <u>1,032,528</u> |
| | <u>1,009,485</u> | <u>1,009,485</u> |
| 3,068,681 | | 3,068,681 |
| 81,874 | | 81,874 |
| 1,036,617 | | 1,036,617 |
| 48,414 | 123,824 | 172,238 |
| 6,398 | 1,234,271 | 1,240,669 |
| 18,987 | | 18,987 |
| <u>(30)</u> | <u>(82,216)</u> | <u>(82,246)</u> |
| <u>4,260,941</u> | <u>1,275,879</u> | <u>5,536,820</u> |
| 482,842 | 2,285,364 | 2,768,206 |
| <u>5,938,786</u> | <u>24,890,874</u> | <u>30,829,660</u> |
| <u>\$ 6,421,628</u> | <u>\$ 27,176,238</u> | <u>\$ 33,597,866</u> |

FUND
FINANCIAL
STATEMENTS

GREEN OAK TOWNSHIP
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2005

| | <u>General</u> | <u>Building Department</u> | <u>Fire</u> | <u>Special Police</u> |
|---|---------------------|--------------------------------|-------------------|---------------------------|
| <u>ASSETS</u> | | | | |
| ASSETS | | | | |
| Cash and cash equivalents | \$ 1,078,122 | \$ 500,188 | \$ 524,131 | \$ 231,680 |
| Receivables | | | | |
| Special assessments | | | | |
| Taxes | 4,645 | | 18,275 | 27,052 |
| State shared revenues | 338,500 | | | |
| Accounts | 21,953 | | | |
| Due from other funds | 35,520 | | | |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total assets | <u>\$ 1,478,740</u> | <u>\$ 500,188</u> | <u>\$ 542,406</u> | <u>\$ 258,732</u> |
| <u>LIABILITIES AND FUND BALANCE</u> | | | | |
| LIABILITIES | | | | |
| Accounts payable | \$ 34,651 | \$ 7,912 | \$ 3,057 | \$ 9,723 |
| Accrued wages, vacation and sick pay | 58,732 | 11,840 | 57,918 | 142,500 |
| Due to others | 4,981 | | | |
| Due to other funds | 17,911 | 350 | | |
| Deferred revenues | | | | |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total liabilities | <u>116,275</u> | <u>20,102</u> | <u>60,975</u> | <u>152,223</u> |
| FUND BALANCE | | | | |
| Unreserved | 1,362,465 | 480,086 | 481,431 | 106,509 |
| Reserved for debt service | | | | |
| Reserved for water system | | | | |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total fund balances | <u>1,362,465</u> | <u>480,086</u> | <u>481,431</u> | <u>106,509</u> |
| Total liabilities and fund balances | <u>\$ 1,478,740</u> | <u>\$ 500,188</u> | <u>\$ 542,406</u> | <u>\$ 258,732</u> |

The notes of the financial statements are an integral part of this statement.

| <u>Water System Capital Projects</u> | <u>Other Non-major Funds</u> | <u>Total</u> |
|--|--------------------------------------|----------------------|
| \$ 996,694 | \$ 1,558,535 | \$ 4,889,350 |
| 6,077,960 | 107,739 | 6,185,699 |
| | | 49,972 |
| | | 338,500 |
| | 28,294 | 50,247 |
| <u>110</u> | <u></u> | <u>35,630</u> |
| <u>\$ 7,074,764</u> | <u>\$ 1,694,568</u> | <u>\$ 11,549,398</u> |

| | | |
|---------------------|---------------------|----------------------|
| \$ | \$ 819 | \$ 56,162 |
| | | 270,990 |
| | 40,237 | 45,218 |
| | 22,321 | 40,582 |
| <u>6,077,960</u> | <u>97,411</u> | <u>6,175,371</u> |
| <u>6,077,960</u> | <u>160,788</u> | <u>6,588,323</u> |
| | 1,465,529 | 3,896,020 |
| | 60,240 | 60,240 |
| <u>996,804</u> | <u>8,011</u> | <u>1,004,815</u> |
| <u>996,804</u> | <u>1,533,780</u> | <u>4,961,075</u> |
| <u>\$ 7,074,764</u> | <u>\$ 1,694,568</u> | <u>\$ 11,549,398</u> |

GREEN OAK TOWNSHIP
RECONCILIATION OF STATEMENT OF NET ASSETS
OF GOVERNMENTAL FUNDS TO THE BALANCE SHEET
JUNE 30, 2005

Amounts reported for governmental activities in the Statement of Net Assets are different because:

| | |
|---|---------------------|
| Total fund balance per balance sheet | \$ 4,961,075 |
| Capital assets used in governmental activities used in governmental activities are not financial resources and therefore, are not reported in the funds. This activity consists of: | |
| Historical cost | \$ 7,106,562 |
| Depreciation | <u>(1,887,862)</u> |
| Capital assets net of depreciation | 5,218,700 |
| Some liabilities are not due and payable in the current period and therefore are not reported in the funds. These include: | |
| Capital lease payable | (556,165) |
| Contracts payable | (134,667) |
| Bonds payable | (9,158,000) |
| Accrued interest on contracts and bonds | <u>(84,686)</u> |
| Total | (9,933,518) |
| Deferred revenues on special assessments was recognized as revenue in the government-wide statements. Assessments are income as they are assessed in fund financial statements. | <u>6,175,371</u> |
| Net assets of governmental activities | <u>\$ 6,421,628</u> |

The notes of the financial statements are an integral part of this statement.

GREEN OAK TOWNSHIP
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
JUNE 30, 2005

| | <u>General</u> | <u>Building Department</u> | <u>Fire</u> | <u>Special Police</u> |
|---|---------------------|--------------------------------|-------------------|---------------------------|
| REVENUES | | | | |
| Taxes | \$ 744,482 | \$ | \$ 1,124,665 | \$ 1,199,534 |
| Special assessments | | | | |
| State shared revenues | 1,036,617 | | | |
| Grant - federal | | | | |
| Grant - state | 1,800 | | 11,432 | 18,300 |
| Rental income | | | | 2,788 |
| Cable franchise fees | 81,874 | | | |
| Donations | | | | 1,445 |
| Charges for services/reimbursements | 515,624 | 557,875 | 9,173 | 69,214 |
| Interest | 2,727 | 5,777 | 5,812 | 1,498 |
| Miscellaneous | <u>18,257</u> | <u></u> | <u>412</u> | <u>318</u> |
| Total revenues | <u>2,401,381</u> | <u>563,652</u> | <u>1,151,494</u> | <u>1,293,097</u> |
| EXPENDITURES | | | | |
| General government | 1,766,989 | 509,719 | | |
| Fire protection | | | 704,596 | |
| Police protection | 7,822 | | | 1,301,411 |
| Parks and recreation | 67,462 | | | |
| Public works | 102,276 | | | |
| Debt service | <u>25,296</u> | <u></u> | <u></u> | <u></u> |
| Total expenditures | <u>1,969,845</u> | <u>509,719</u> | <u>704,596</u> | <u>1,301,411</u> |
| Excess of revenues over (under) expenditures | <u>431,536</u> | <u>53,933</u> | <u>446,898</u> | <u>(8,314)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | | | | 208,600 |
| Transfers (out) | <u>(377,902)</u> | <u></u> | <u>(439,109)</u> | <u>(84,000)</u> |
| Total other financing sources (uses) | <u>(377,902)</u> | <u></u> | <u>(439,109)</u> | <u>124,600</u> |
| Excess of revenues over (under) expenditures and other financing sources (uses) | 53,634 | 53,933 | 7,789 | 116,286 |
| FUND BALANCE, JULY 1, 2004 | 1,339,380 | 437,416 | 495,508 | 111,193 |
| PRIOR PERIOD ADJUSTMENT | <u>(30,549)</u> | <u>(11,263)</u> | <u>(21,866)</u> | <u>(120,970)</u> |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 1,362,465</u> | <u>\$ 480,086</u> | <u>\$ 481,431</u> | <u>\$ 106,509</u> |

The notes of the financial statements are an integral part of this statement.

| Water System Capital Projects | Non-major Governmental Funds | Total |
|--|------------------------------------|---------------------|
| \$ 715,171 | \$ 61,270 | \$ 3,068,681 |
| | | 776,441 |
| | | 1,036,617 |
| | | 29,732 |
| | | 4,588 |
| | 183,129 | 183,129 |
| | | 81,874 |
| | 7,996 | 9,441 |
| 74,369 | 14,769 | 1,241,024 |
| 8,710 | 23,890 | 48,414 |
| | 3,878 | 22,865 |
| <u>798,250</u> | <u>294,932</u> | <u>6,502,806</u> |
| | | 2,276,708 |
| | 272,266 | 976,862 |
| | 69,939 | 1,379,172 |
| | | 67,462 |
| 27,194 | 250,528 | 379,998 |
| <u>425,165</u> | <u>418,829</u> | <u>869,290</u> |
| <u>452,359</u> | <u>1,011,562</u> | <u>5,949,492</u> |
| <u>345,891</u> | <u>(716,630)</u> | <u>553,314</u> |
| | 727,411 | 936,011 |
| | (35,000) | (936,011) |
| | 692,411 | |
| 345,891 | (24,219) | 553,314 |
| 650,913 | 1,557,999 | 4,592,409 |
| | | (184,648) |
| <u>\$ 996,804</u> | <u>\$ 1,533,780</u> | <u>\$ 4,961,075</u> |

GREEN OAK TOWNSHIP
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2005

Amounts reported for governmental activities in the Statement of Activities are different because:

| | |
|--|------------|
| Net change in fund balances - governmental funds | \$ 553,314 |
|--|------------|

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their useful lives as depreciation expense. The amount by which capital outlays exceeded depreciation is as follows:

| | | |
|----------------------|------------------|-----------|
| Capital outlay | \$ 168,940 | |
| Depreciation expense | <u>(303,647)</u> | |
| Total | | (134,707) |

The Statement of Activities reports a loss on the sale/disposal of capital assets based on the proceeds received and the net book value of the assets at the time of sale. The loss on disposal is calculated as follows:

| | | |
|---|---------------|---------|
| Historical cost of asset disposed | (21,325) | |
| Accumulated depreciation of assets disposed | <u>17,417</u> | |
| Total | | (3,908) |

Repayment of bond and contracts payable is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.

| | | |
|-----------------------|----------------|---------|
| Repayment of: | | |
| Capital lease payable | 168,280 | |
| Bonds payable | 19,238 | |
| Contracts payable | <u>233,000</u> | |
| Total | | 420,518 |

Interest is accrued for the governmental fund long-term debt for the Statement of Activities:

| | | |
|-----------------------------------|---------------|-------|
| Accrued interest at June 30, 2005 | (84,686) | |
| Accrued interest at July 1, 2004 | <u>87,596</u> | |
| Total | | 2,910 |

Principal received on special assessments are income as they are levied annually for governmental funds, but they are income when they are levied for the Statement of Activities.

| | |
|------------------------------------|------------------|
| Principal collected on assessments | <u>(355,285)</u> |
|------------------------------------|------------------|

| | |
|---|-------------------|
| Change in net assets of governmental activities | <u>\$ 482,842</u> |
|---|-------------------|

The notes of the financial statements are an integral part of this statement.

GREEN OAK TOWNSHIP
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
JUNE 30, 2005

| | <u>Sewer</u> | <u>Non-major Proprietary Funds</u> | <u>Total</u> |
|--|----------------------|--|----------------------|
| <u>ASSETS</u> | | | |
| CURRENT ASSETS | | | |
| Cash and cash equivalents | \$ 635,610 | \$ 154,891 | \$ 790,501 |
| Accounts receivable | 51,941 | 2,098 | 54,039 |
| Due from other funds | <u>17,801</u> | <u> </u> | <u>17,801</u> |
| Total current assets | <u>705,352</u> | <u>156,989</u> | <u>862,341</u> |
| RESTRICTED ASSETS | | | |
| Cash and cash equivalents | 3,795,037 | | 3,795,037 |
| Special assessments | <u>22,152,418</u> | <u> </u> | <u>22,152,418</u> |
| Total restricted assets | <u>25,947,455</u> | <u> </u> | <u>25,947,455</u> |
| CAPITAL ASSETS | | | |
| Land | 2,770,301 | | 2,770,301 |
| Sewer systems | 10,489,179 | | 10,489,179 |
| Water systems | | 149,537 | 149,537 |
| Construction in progress | <u>11,330,322</u> | <u> </u> | <u>11,330,322</u> |
| | 24,589,802 | 149,537 | 24,739,339 |
| Less accumulated depreciation | <u>(1,043,488)</u> | <u>(18,878)</u> | <u>(1,062,366)</u> |
| Capital assets, net | <u>23,546,314</u> | <u>130,659</u> | <u>23,676,973</u> |
| OTHER ASSETS | | | |
| Bond issuance costs, net | <u>95,060</u> | <u> </u> | <u>95,060</u> |
| Total assets | <u>50,294,181</u> | <u>287,648</u> | <u>50,581,829</u> |
| <u>LIABILITIES</u> | | | |
| CURRENT LIABILITIES | | | |
| Accounts payable | \$ 1,261 | \$ 8,537 | \$ 9,798 |
| Due to other funds | <u> </u> | <u>7,410</u> | <u>7,410</u> |
| Total liabilities | <u>1,261</u> | <u>15,947</u> | <u>17,208</u> |
| CURRENT LIABILITIES (FROM RESTRICTED ASSETS) | | | |
| Accrued interest payable | 83,383 | | 83,383 |
| Bonds payable, current portion | <u>929,940</u> | <u> </u> | <u>929,940</u> |
| Total current liabilities (from restricted assets) | <u>1,013,323</u> | <u> </u> | <u>1,013,323</u> |
| LONG-TERM LIABILITIES (FROM RESTRICTED ASSETS) | | | |
| Bonds payable | <u>22,375,060</u> | <u> </u> | <u>22,375,060</u> |
| Total liabilities | <u>23,389,644</u> | <u>15,947</u> | <u>23,405,591</u> |
| <u>NET ASSETS</u> | | | |
| NET ASSETS | | | |
| Invested capital assets, net of related debt | 241,314 | 130,659 | 371,973 |
| Unrestricted | <u>26,663,223</u> | <u>141,042</u> | <u>26,804,265</u> |
| Total net assets | <u>\$ 26,904,537</u> | <u>\$ 271,701</u> | <u>\$ 27,176,238</u> |

The notes of the financial statements are an integral part of this statement.

GREEN OAK TOWNSHIP
STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN FUND NET ASSETS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Sewer</u> | <u>Non-major Proprietary Funds</u> | <u>Total</u> |
|--|----------------------|--|----------------------|
| OPERATING REVENUES | | | |
| User charges | \$ 113,565 | \$ 53,466 | \$ 167,031 |
| OPERATING EXPENSES | | | |
| Operating supplies | 6,582 | 9,165 | 15,747 |
| Contracted service, repairs and maintenance | 70,435 | 46,570 | 117,005 |
| Miscellaneous | 4,536 | 2,203 | 6,739 |
| Insurance | | 3,310 | 3,310 |
| Utilities | 3,740 | 14,737 | 18,477 |
| Depreciation/amortization | <u>215,122</u> | <u>524</u> | <u>215,646</u> |
| Total operating expenses | <u>300,415</u> | <u>76,509</u> | <u>376,924</u> |
| Operating (loss) | <u>(186,850)</u> | <u>(23,043)</u> | <u>(209,893)</u> |
| NON-OPERATING REVENUES (EXPENSES) | | | |
| Interest income - operating | | 3,728 | 3,728 |
| Interest income - construction | 120,096 | | 120,096 |
| Interest income - assessments | 1,234,271 | | 1,234,271 |
| Loss on disposal of assets | | (82,216) | (82,216) |
| Interest expense - bonds | <u>(1,023,089)</u> | <u></u> | <u>(1,023,089)</u> |
| Total non-operating revenues (expenses) | <u>331,278</u> | <u>(78,488)</u> | <u>252,790</u> |
| Net income (loss) before capital contributions | 144,428 | (101,531) | 42,897 |
| CAPITAL CONTRIBUTIONS | | | |
| Special assessments levied | <u>2,242,467</u> | <u></u> | <u>2,242,467</u> |
| Net income (loss) | 2,386,895 | (101,531) | 2,285,364 |
| NET ASSETS, JULY 1, 2004 | <u>24,517,642</u> | <u>373,232</u> | <u>24,890,874</u> |
| NET ASSETS, JUNE 30, 2005 | <u>\$ 26,904,537</u> | <u>\$ 271,701</u> | <u>\$ 27,176,238</u> |

The notes of the financial statements are an integral part of this statement.

GREEN OAK TOWNSHIP
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Sewer</u> | <u>Non-major Proprietary Funds</u> | <u>Total</u> |
|--|---------------------|--|---------------------|
| CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES | | | |
| Cash received from users | \$ 50,697 | \$ 75,051 | \$ 125,748 |
| Cash payments to suppliers | <u>(89,059)</u> | <u>(70,411)</u> | <u>(159,470)</u> |
| Net cash from (used in) operating activities | <u>(38,362)</u> | <u>4,640</u> | <u>(33,722)</u> |
| CASH FLOWS FROM (USED IN) CAPITAL AND RELATED FINANCING ACTIVITIES | | | |
| Asset disposal costs | | (35,009) | (35,009) |
| Acquisition of assets | (6,260,893) | | (6,260,893) |
| Repayment on principal on bonds | (780,000) | | (780,000) |
| Bond proceeds | 2,435,000 | | 2,435,000 |
| Special assessment collections | 1,618,720 | | 1,618,720 |
| Interest received from assessments | 1,234,271 | | 1,234,271 |
| Interest paid on bonds | <u>(1,157,793)</u> | | <u>(1,157,793)</u> |
| Net cash from (used in) capital and related financing activities | <u>(2,910,695)</u> | <u>(35,009)</u> | <u>(2,945,704)</u> |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Interest on cash | <u>120,096</u> | <u>3,728</u> | <u>123,824</u> |
| Net increase (decrease) in cash equivalents | (2,828,961) | (26,641) | (2,855,602) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR | <u>7,259,608</u> | <u>181,532</u> | <u>7,441,140</u> |
| CASH AND CASH EQUIVALENTS AT END OF YEAR | <u>\$ 4,430,647</u> | <u>\$ 154,891</u> | <u>\$ 4,585,538</u> |
| RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES | | | |
| Operating income (loss) | \$ (186,850) | \$ (23,043) | \$ (209,893) |
| Adjustments to reconcile operating income (loss) to net cash provided by operating activities: | | | |
| Depreciation/amortization expense | 215,122 | 524 | 215,646 |
| Change in assets and liabilities: | | | |
| Receivables, net | (62,868) | 21,585 | (41,283) |
| Accounts and other payables | <u>(3,766)</u> | <u>5,574</u> | <u>1,808</u> |
| Net cash provided by (used in) operating activities | <u>\$ (38,362)</u> | <u>\$ 4,640</u> | <u>\$ (33,722)</u> |

The notes to the financial statements are an integral part of this statement.

GREEN OAK TOWNSHIP
STATEMENT OF ASSETS AND LIABILITIES
FIDUCIARY FUNDS
JUNE 30, 2005

| | <u>AGENCY FUNDS</u> | | |
|---------------------------|---------------------------------------|-----------------------------|-------------------|
| | <u>Current Tax Collection</u> | <u>Trust and Agency</u> | <u>Total</u> |
| <u>ASSETS</u> | | | |
| ASSETS | | | |
| Cash and cash equivalents | \$ 350 | \$ 205,717 | \$ 206,067 |
| Due from others | | <u>13,984</u> | <u>13,984</u> |
| Total assets | <u>\$ 350</u> | <u>\$ 219,701</u> | <u>\$ 220,051</u> |
| <u>LIABILITIES</u> | | | |
| LIABILITIES | | | |
| Due to others | \$ 85 | \$ 214,527 | \$ 214,612 |
| Due to other funds | <u>265</u> | <u>5,174</u> | <u>5,439</u> |
| Total liabilities | <u>\$ 350</u> | <u>\$ 219,701</u> | <u>\$ 220,051</u> |

The notes to the financial statements are an integral part of this statement.

NOTES
TO
FINANCIAL
STATEMENTS

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting and reporting policies of the Township relating to the funds and account groups included in the accompanying combined financial statements conform to generally accepted accounting principles applicable to state and local governments. The more significant accounting policies of the Township are described below.

A. BASIC FINANCIAL STATEMENTS

In accordance with GASB Statement No. 34 - *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*, the basic financial statements include both government-wide and fund financial statements.

The government-wide financial statements (Statement of Net Assets and Statement of Activities) report on the Township as a whole, excluding fiduciary activities. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. All activities, both governmental and business-type, are reported in the government-wide financial statements using the economic resources measurement focus and the accrual basis of accounting, which includes long-term assets and receivables as well as long-term debt and obligations. The government-wide financial statements focus more on the sustainability of the Township as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

Generally, the effect of interfund activity has been removed from the government-wide financial statements. Net interfund activity and balances between governmental activities and business-type activities are shown in the government-wide financial statements.

The government-wide Statement of Net Assets reports all financial and capital resources of the Township (excluding fiduciary funds). It is displayed in a format of assets less liabilities equals net assets, with the assets and liabilities shown in order of their relative liquidity. Net assets are required to be displayed in three components: 1) invested in capital assets, net of related debt, 2) restricted, and 3) unrestricted. Invested in capital assets, net of related debt is capital assets net of accumulated depreciation and reduced by outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets. Restricted net assets are those with constraints placed on their use by either: 1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations or other governments, or 2) imposed by law through constitutional provisions or enabling legislation. All net assets not otherwise classified as restricted, are shown as unrestricted. Generally the Township would first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

The Government-Wide Statement of Activities demonstrates the degree to which both direct and indirect expenses of the various functions and programs of the Township are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or identifiable activity. Indirect expenses for administrative overhead are allocated among the functions and activities using a full cost allocation approach and are presented separately to enhance comparability of direct expenses between governments that allocate direct expenses and those that do not. Interest on general long-term debt is not allocated to the various functions. Program revenues include: 1) charges to customers or users who purchase, use or directly benefit from goods, services or privileges provided by a particular function or program and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or program. Taxes, unrestricted investment income and other revenues not identifiable with particular functions or programs are included as general revenues. The general revenues support the net costs of the functions and programs not covered by program revenues.

Also, part of the basic financial statements are fund financial statements for governmental funds and proprietary funds. The focus of the fund financial statements is on major funds, as defined by GASB Statement No. 34. Although this reporting model sets forth minimum criteria for determination of major funds (a percentage of assets, liabilities, revenues, or expenditures/expenses of fund category and of the governmental and enterprise funds combined), it also gives governments the option of displaying other funds as major funds. Other non-major funds are combined in a single column on the fund financial statements.

The Township reports the following major governmental funds:

The General Fund is the Township's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Building Department Fund accounts for the operations of the Township's building department's activities. This fund is primarily supported by licenses and permit fees collected.

The Fire Fund accounts for all the activity associated with operating the fire protection services. This fund is primarily supported through the collection of property taxes.

The Special Police Fund accounts for all the activity associated with operating the police protection services. This fund is primarily supported through the collection of property taxes.

The Water System Capital Projects Fund accounts for the activity associated with the construction and collection of assessments related to the Township's participation in the Livingston County Water Authority.

The Township reports the following major proprietary fund:

The Sewer Fund accounts for all the activity associated with the operations and maintenance of operating a sewage treatment system for residents.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

B. MEASUREMENT FOCUS AND BASIS OF ACCOUNTING

The governmental fund financial statements are prepared on a current financial resources measurement focus and modified accrual basis of accounting. To conform to the modified accrual basis of accounting, certain modifications must be made to the accrual method. These modifications are outlined below:

- A. Revenue is recorded when it becomes both measurable and available (received within 60 days after year-end). Revenue considered susceptible to accrual includes: property taxes, sales and use taxes, transient occupancy taxes, licenses, fees and permits, intergovernmental revenues, charges for services, fines, forfeits and penalties, and interest.
- B. Expenditures are recorded when the related fund liability is incurred. Principal and interest on general long-term debt are recorded as fund liabilities when due or when amounts have been accumulated in the debt service fund for payments to be made early in the following year.
- C. Disbursements for the purchase of capital assets providing future benefits are considered expenditures. Bond proceeds are reported as another financing source.

With this measurement focus, operating statements present increases and decreases in net current assets and unreserved fund balance as a measure of available resources.

This is the traditional basis of accounting for governmental funds and also is the manner in which these funds are normally budgeted. This presentation is deemed most appropriate to: 1) demonstrate legal and covenant compliance, 2) demonstrate the sources and uses of liquid resources, and 3) demonstrate how the Township's actual revenues and expenditures conform to the annual budget. Since the governmental funds financial statements are presented on a different basis than the governmental activities column of the government-wide financial statements, a reconciliation is provided immediately following each fund statement. These reconciliations briefly explain the adjustments necessary to transform the fund financial statements into the governmental activities column of the government-wide financial statements.

The proprietary funds financial statements are prepared on the same basis (economic resources measurement focus and accrual basis of accounting) as the government-wide financial statements. Therefore, most lines for the total enterprise funds on the proprietary funds financial statements will directly reconcile to the business-type activities column on the government-wide financial statements. Because the enterprise funds are combined into a single business-type activities column on the government-wide financial statements, certain interfund activities between these funds are eliminated in the consolidation for the government-wide financial statements, but are included in the fund columns in the proprietary funds financial statements.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

Enterprise funds account for operations where the intent of the Township is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges. Under GASB Statement No. 34, enterprise funds are also required for any activity whose principal revenue sources meet any of the following criteria: 1) any activity that has issued debt backed solely by the fees and charges of the activity, 2) if the cost of providing services for any activity, including capital costs such as depreciation or debt service, must legally be recovered through fees and charges of the activity, or 3) it is the policy of the Township to establish activity fees or charges to recover the cost of providing services, including capital costs.

On the proprietary funds financial statements, operating revenues are those that flow directly from the operations of the activity, i.e. charges to customers or users who purchase or use the goods or services of that activity. Operating expenses are those that are incurred to provide those goods or services. Non-operating revenues and expenses are items such as investment income and interest expense that are not a result of the direct operations of the activity.

Under GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting*, the Township has elected for proprietary funds not to apply Financial Accounting Standards Board statements issued after November 30, 1989.

Fiduciary funds account for assets held by the Township in a trustee or agency capacity on behalf of others and, therefore, are not available to support Township programs. Fiduciary funds are not included in the government-wide financial statements as they are not an asset of the Township available to support Township programs. The Township currently maintains an agency fund to account for the monies collected and paid on behalf of developer's escrow accounts.

C. CAPITAL ASSETS

Under GASB Statement No. 34, all capital assets, whether owned by governmental activities or business-type activities, are recorded and depreciated in the government-wide financial statements. No long-term capital assets or depreciation are shown in the governmental funds financial statements.

Capital assets, including public domain infrastructure (e.g., roads, bridges, sidewalks and other assets that are immovable and of value only to the Township) are defined as assets with an initial, individual cost of more than \$5,000 and an estimated useful life greater than one year. Capital assets are recorded at cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at the estimated fair market value at the date of donation. Real property is considered capital assets regardless of initial cost.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized. Major improvements are capitalized and depreciated over the remaining useful lives of the related capital assets.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

| | |
|--|----------------|
| Buildings, structures and improvements | 5 to 50 years |
| Utility plant | 5 to 50 years |
| Machinery and equipment | 2 to 40 years |
| Infrastructure | 25 to 75 years |

Capital assets transferred between funds are transferred at their net book value (cost less accumulated depreciation), as of the date of the transfer.

D. ACCRUED COMPENSATED ABSENCES

The Township has recorded a liability for compensated absences of the fire department. The policies regarding compensated absences are outlined in the Township's "Rules of Employment".

E. BUDGETARY DATA

The board of trustees follows the procedures as outlined in the Uniform Budgeting Manual for Local Units of Government in Michigan in the establishment of the various annual budgets.

The supervisor prepares the annual budgets through information received by the clerk. The proposed budget is then submitted for discussion and approved by the entire Township board. The budget is approved by activity rather than line item. If and when it becomes necessary to amend certain amounts in the budget, a proposal outlining the desired changes is made to and approved by the Township board at any of their regular meetings. Budget appropriations made, but not expended by year end, will lapse with the fiscal year end.

For the year ended June 30, 2005, expenditures exceeded appropriations in several functional activities.

Budgets were not prepared for all special revenue funds. This is a violation of Public Act 493 of 2000.

F. PROPERTY TAXES

The Township's property taxes are levied and become a lien on each December 1st based on the taxable value of property located in the Township as of the preceding December 31st. These taxes are due on February 14 with the final collection date of February 28 before they are added to the county delinquent tax rolls. The Township recognized the amount levied December 1, 2004 as revenue for the year ended June 30, 2005.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - (continued)

The 2004 taxable valuation of the township totaled \$ 762,875,224. The delinquent real property taxes of Green Oak Township are purchased by Livingston County. The county sells tax notes, the proceeds of which will be used to pay the Township for these property taxes. The county disbursed the delinquent taxes to the Township in June 2005.

The Township levies the following millage:

| | |
|--|---------------|
| General Township | 0.9030 |
| Police and police capital improvements | 1.5702 |
| Fire and fire capital improvements | <u>1.4722</u> |
| Total millage | <u>3.9454</u> |

Michigan personal property tax assessments have been based, since the 1960's, on the use of one or more of several different multiplier tables formulated by the State Tax Commission against taxpayer reported original cost, depending on the assessor's view of the average life of the personal property. The State Tax Commission has indicated that it plans to reformulate the multipliers, with the new multipliers anticipated to become effective for the year 2000. The State Tax Tribunal has informally indicated that once the new multipliers are approved, it may allow them to be applied retroactively in pending personal property tax appeals.

G. MANAGEMENT'S ESTIMATES

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

H. CASH EQUIVALENTS

For purposes of the statement of cash flows, demand deposits and short-term investments with a maturity date of three months or less when acquired are considered to be cash equivalents.

I. ACCRUED COMPENSATED ABSENCES

The Township has recorded a liability for compensated absences of its employees. The policies regarding compensated absences are outlined in the Township's "Rules of Employment".

J. RISK MANAGEMENT

The Township is exposed to various risks of loss pertaining to property loss, torts, errors and omissions and employee injuries (workers' compensation), as well as medical benefits provided to employees. The Township has purchased commercial insurance for these claims. Settled claims related to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 2 - DESCRIPTION OF REPORTING ENTITY

In accordance with Governmental Accounting Standards Board (GASB) statement number 39, all funds, agencies, and activities of Green Oak Township have been included in the general purpose financial statements.

A. BLENDED COMPONENT UNIT

1. **Building Authority** - Green Oak Township Building Authority is governed by a three member board appointed by the Township. Although it is legally separate from the Township, the Building Authority is reported as if it were part of the primary government because its sole purpose is to finance and construct the Township's public buildings.

The following potential component units have been evaluated under the criteria established by GASB statement number 39 and determined not to be component units based on financial independence and accountability.

1. **Fonda Island & Briggs Lake Joint Water Authority** - Green Oak Township appoints three members of the authority's six member board. The authority is fiscally independent from the Township. The authority is audited as an independent entity in compliance with Public Act 2.
2. **South Eastern Livingston County Recreation Authority - (SELCRA)** - SELCRA is an inter-local agreement which includes the City of Brighton, Brighton Area Schools, Genoa Township, Charter Township of Brighton and Green Oak Township.
3. **Friends of Green Oak Township Fire Department, Inc.** - The Association is not included in the financial statements, and was determined not to be a component unit based on the criteria of GASB 39. The Association has obtained tax exempt status from the Internal Revenue Service.
4. **Green Oak Fire Fighters Association** - The Association is not included in the general purpose financial statements. The Association is an independent non-profit that is in the process of obtaining tax exempt status from the Internal Revenue Service.
5. **Livingston Community Water Authority** - The Water Authority consists of Green Oak Township, Charter Township of Brighton, and Hamburg Township. Two people per township are appointed to the Authority. It was organized December 19, 2000. The Authority is audited as an independent entity in compliance with Public Act 2.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 3 - CAPITAL ASSETS

Capital asset activity for the governmental fund for the year ended June 30, 2005 was as follows:

A summary of changes in governmental fund capital assets follows:

| | Balance 7/1/04 | Additions | Deletions | Balance 6/30/05 |
|---|---------------------|---------------------|-------------------|---------------------|
| Land | \$ 598,917 | \$ | \$ | \$ 598,917 |
| Buildings and improvements | 3,798,627 | | | 3,798,627 |
| Machinery and equipment | <u>2,561,403</u> | <u>168,940</u> | <u>(21,325)</u> | <u>2,709,018</u> |
| Total capital assets | 6,958,947 | 168,940 | (21,325) | 7,106,562 |
| Accumulated depreciation | <u>(1,601,632)</u> | <u>(303,647)</u> | <u>17,417</u> | <u>(1,887,862)</u> |
| Governmental activities capital asset, net | <u>\$ 5,357,315</u> | <u>\$ (134,707)</u> | <u>\$ (3,908)</u> | <u>\$ 5,218,700</u> |

Depreciation expense is being recorded in the government-wide statement of activities based upon the fund and activity utilizing the assets. The Township utilizes the straight line method to depreciate capital assets over their estimated useful lives. There is \$ 2,446,165 of debt associated with these capital assets.

Depreciation expense was distributed to the various activities as follows:

| | |
|----------------------|-------------------|
| General government | \$ 52,815 |
| Fire protection | 182,880 |
| Police protection | 42,705 |
| Parks and recreation | <u>25,247</u> |
| | <u>\$ 303,647</u> |

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 3 - CAPITAL ASSETS - (continued)

A summary of changes in proprietary fixed assets is as follows:

Acquisitions of fixed assets in the Saxony Water Fund and Sewer Fund are recorded in their respective asset accounts and annual depreciation, based on the straight-line method over estimated useful life, is charged to current operations.

| | Balance 7/1/04 | Additions | Deletions | Balance 6/30/05 |
|--------------------------------------|----------------------|---------------------|------------------|----------------------|
| Land | \$ 2,763,227 | \$ 7,074 | \$ | \$ 2,770,301 |
| Water system | 123,000 | | | 123,000 |
| Water system improvements | 26,537 | | | 26,537 |
| Water tower | 140,705 | | 140,705 | |
| Sewer system | <u>8,527,612</u> | <u>1,961,567</u> | <u></u> | <u>10,489,179</u> |
| | 11,581,081 | 1,968,641 | 140,705 | 13,409,017 |
| Less: accumulated depreciation | <u>(942,182)</u> | <u>(213,682)</u> | <u>(93,498)</u> | <u>(1,062,366)</u> |
| Fixed assets, net of depreciation | <u>\$ 10,638,899</u> | <u>\$ 1,754,959</u> | <u>\$ 47,207</u> | <u>\$ 12,346,651</u> |
| CONSTRUCTION IN PROGRESS | <u>\$ 2,763,227</u> | <u>\$ 8,567,095</u> | <u>\$</u> | <u>\$ 11,330,322</u> |

NOTE 4 - INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables exist at June 30, 2005. These represent short-term borrowings and amounts owed for reimbursements between other funds. The total interfund receivable and payable balance at June 30, 2005 were as follows:

| <u>Fund</u> | <u>Receivable</u> | <u>Fund</u> | <u>Receivable</u> |
|------------------------------------|-------------------|------------------------------|-------------------|
| General Fund | \$ 265 | Current Tax Fund | \$ 265 |
| General Fund | 350 | Building Department Fund | 350 |
| General Fund | 3,321 | Silver Fox Trail Paving Fund | 3,321 |
| | | Centennial Farms Arsenic | |
| General Fund | 19,000 | Improvement Fund | 19,000 |
| General Fund | 7,410 | Saxony Water | 7,410 |
| General Fund | 5,174 | Trust and Agency Fund | 5,174 |
| Water System Capital Projects Fund | 110 | General Fund | 110 |
| Sewer Fund | <u>17,801</u> | General Fund | <u>17,801</u> |
| | <u>\$ 53,431</u> | | <u>\$ 53,431</u> |

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 5 - LONG-TERM DEBT

A summary of the Township's governmental activities long-term debt as of June 30, 2005, and transactions during the year then ended follows:

| | Balance 7/1/04 | Additions | Deletions | Balance 6/30/05 |
|---|----------------------|-----------|-------------------|---------------------|
| Viking Lane Special Assessment Bonds \$ | 16,000 | \$ | \$ 8,000 | \$ 8,000 |
| Pheasant Lake Special Assessment Bonds | 125,000 | | 15,000 | 110,000 |
| Building Authority Bonds - 1998 | 395,000 | | 20,000 | 375,000 |
| Building Authority Bonds - 2000 | 1,580,000 | | 65,000 | 1,515,000 |
| Livingston County Water Bonds -2002 | 1,375,000 | | | 1,375,000 |
| Livingston County Water Bonds - 2003 | 5,900,000 | | 125,000 | 5,775,000 |
| Capital leases payable | 724,445 | | 168,280 | 556,165 |
| Contracts payable - roads | 153,905 | | 19,238 | 134,667 |
| Accrued liability for vested compensated absences | 184,648 | | 184,648 | |
| Total | <u>\$ 10,453,998</u> | <u>\$</u> | <u>\$ 605,166</u> | <u>\$ 9,848,832</u> |

Accrued Liability for Compensated Absences

The Township had previously recorded the accrued liability for compensated absences solely in the long-term debt. However, the Township has elected to record the full amount of this balance in the balance sheet of their respective funds. A prior period adjustment was made to account for this.

Bonds Payable

1. On February 7, 1996, the Township issued \$77,000 Series 1996-A road special assessment bonds to finance the Viking Lane special assessment road improvements. The special assessment is for a ten-year term and the bonds require an annual payment of principal and interest. As of June 30, 2005, the outstanding balance was \$ 8,000 with an interest rate ranging from 6% to 5.2%.
2. On July 1, 1997, the Township issued special assessment road bonds Series 1997, to finance the Pheasant Lake special assessment road improvements. The special assessment is for a fifteen year term and the bonds require an annual payment of principal and interest. As of June 30, 2005, the outstanding balance was \$110,000 with an interest rate ranging from 5.35% to 5.55%.
3. On December 22, 1998 the Township issued Building Authority general obligation bonds series 1998 to purchase land for construction of a new township hall. The bonds mature in 2018 with principal payments due annually and interest payments made semi-annually with an interest rate ranging from 3.3% to 5.0%. As of June 30, 2005, the outstanding balance was \$375,000.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 5 - CHANGES IN GENERAL LONG-TERM OBLIGATIONS - (continued)

4. On October 1, 2000 the Township issued Building Authority general obligation bonds series 2000 to finance the construction of the new township hall. The bonds mature in 2020 with principal payments due annually and interest payments made semi-annually with an annual interest rate ranging from 4.75% to 5.55%. As of June 30, 2005, the outstanding balance was \$1,515,000.
5. On October 1, 2002 the Township issued Capital Improvement Bonds, Series 2002 to finance the reconstruction costs of a new water system to be maintained by the Livingston County Water Authority. The bonds mature in 2019 with principal payments due annually and interest payments made semi-annually with an annual interest rate ranging from 2.5% to 4.3%. As of June 30, 2005, the outstanding balance was \$1,375,000.
6. On September 1, 2003, the Township issued Capital Improvement Bonds, Series 2003 to finance the reconstruction costs of a new water system to be maintained by the Livingston County Water Authority. The bonds mature in 2023 with principal payments due annually and interest payments made semi-annually with an interest rate ranging from 2.75% to 5.0%. As of June 30, 2005, the outstanding balance was \$5,775,000.

The following is a schedule of principal and interest payments to service the long-term debt bond obligations of the Township for the governmental funds:

| | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|---------------------|---------------------|----------------------|
| 2005 - 2006 | \$ 328,000 | \$ 395,725 | \$ 723,725 |
| 2006 - 2007 | 380,000 | 384,551 | 764,551 |
| 2007 - 2008 | 400,000 | 371,606 | 771,606 |
| 2008 - 2009 | 430,000 | 357,382 | 787,382 |
| 2009 - 2010 | 475,000 | 340,915 | 815,915 |
| 2010 - 2015 | 2,580,000 | 1,386,573 | 3,966,573 |
| 2015 - 2020 | 3,110,000 | 775,951 | 3,885,951 |
| 2020 - 2023 | <u>1,455,000</u> | <u>136,295</u> | <u>1,591,295</u> |
| Total | <u>\$ 9,158,000</u> | <u>\$ 4,148,998</u> | <u>\$ 13,306,998</u> |

Capital Leases

- B. On October 1, 2000 the Township entered into a capital lease agreement to purchase trucks for the fire department. The term of the lease is for ten years. Interest is charged at a rate of 4.92% per annum with an annual payment of \$203,922.66. As of June 30, 2005, the outstanding principal balance was \$556,165.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 5 - CHANGES IN GENERAL LONG-TERM OBLIGATIONS - (continued)

The following is a schedule of principal and interest payments to service the long-term capital lease obligations of the Township:

| | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|-------------------|------------------|-------------------|
| 2005 - 2006 | \$ 176,559 | \$ 27,363 | \$ 203,922 |
| 2006 - 2007 | 185,246 | 18,677 | 203,923 |
| 2007 - 2008 | <u>194,360</u> | <u>9,563</u> | <u>203,923</u> |
| Total | <u>\$ 556,165</u> | <u>\$ 55,603</u> | <u>\$ 611,768</u> |

Contract Payable

On July 1, 2001 the Township signed a contract to repay the Livingston County Road Commission for Michigan Transportation Fund Notes sold to finance road construction. The term of the contract is 10 years. Interest is charged at a rate ranging from 4.0% to 4.35% per annum with a principal payment of \$19,238.20 due annually until maturity on February 1, 2012. As of June 30, 2005, the outstanding principal balance was \$134,667.

The following is a schedule of principal and interest payments to service the long-term contract payable obligations of the Township:

| | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|-------------------|------------------|-------------------|
| 2005 - 2006 | \$ 19,238 | \$ 5,264 | \$ 24,502 |
| 2006 - 2007 | 19,238 | 4,470 | 23,708 |
| 2007 - 2008 | 19,238 | 3,677 | 22,915 |
| 2008 - 2009 | 19,238 | 2,876 | 22,114 |
| 2009 - 2010 | 19,238 | 2,063 | 21,301 |
| 2010 - 2012 | <u>38,477</u> | <u>1,663</u> | <u>40,140</u> |
| | <u>\$ 134,667</u> | <u>\$ 20,013</u> | <u>\$ 154,680</u> |

NOTE 6 - PROPRIETARY FUND - BONDS PAYABLE

- On February 1, 2000, the Township issued Sanitary Sewer special assessment bonds Series 2000 to finance the purchase of a sanitary sewer system. The bonds mature in 2020 with principal payments due annually starting in 2002, and interest payments made semi-annually with an interest rate ranging from 5.250% to 5.500%. As of June 30, 2005, the outstanding balance was \$6,300,000. The activity for this debt service is recorded in the Sewer Fund.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 6 - PROPRIETARY FUND - BONDS PAYABLE - (continued)

2. On March 1, 2002, the Township issued Sanitary Sewer System Phase II assessment bonds Series 2004 to finance the purchase of a sanitary sewer system. The bonds mature in 2020 with principal payments due annually starting in 2002, and interest payments made semi-annually with an interest rate ranging from 3.90% to 5.00%. As of June 30, 2005, the outstanding balance was \$1,250,000. The activity for this debt service is recorded in the Sewer Fund.
3. On October 1, 2002, the Township issued Sanitary Sewer System Phase III assessment bonds series 2002 to finance the purchase of a sanitary sewer system. The bonds mature in 2022 with principal payments due annually starting in 2004, and interest payments made semi-annually with an interest rate ranging from 3.35% to 4.65%. As of June 30, 2005, the outstanding balance was \$435,000. The activity for this debt service is recorded in the Sewer Fund.
4. On July 1, 2003, the Township issued Sanitary Sewer System special assessment bonds series 2003 to finance the construction of a sanitary sewer system. The bonds mature in 2023 with principal payments due annually starting in 2004, and interest payments made semi-annually with an interest rate ranging from 2.50% to 4.30%. As of June 30, 2005, the outstanding balance was \$12,265,000. The activity for this debt service is recorded in the Sewer Fund.
5. On April 1, 2004, the Township issued Sanitary Sewer System special assessment bonds series 2004 to finance the construction of a sanitary sewer system. The bonds mature in 2024 with principal payments due annually starting in 2005, and interest payments made semi-annually with an interest rate ranging from 3.00% to 4.85%. As of June 30, 2005, the outstanding balance was \$670,000. The activity for this debt service is recorded in the Sewer Fund.
6. On August 1, 2004, the Township issued Hidden Lake Sanitary Sewer System special assessment bonds series 2004A to finance the construction of a sanitary sewer system improvements for the Hidden Lake system and improvements near Briggs Lake & U.S. 23. The bonds mature in 2024 with principle payments due annually starting in 2005, and interest payments made semi-annually with an interest rate ranging from 3.25% to 4.6%. As of June 30, 2005, the outstanding balance was \$2,385,000. The activity for this debt service is recorded in the Sewer Fund.

The following is a schedule of principal and interest payments to service the proprietary funds bond obligations:

| | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|-------------|----------------------|----------------------|----------------------|
| 2005 - 2006 | \$ 930,000 | \$ 992,880 | \$ 1,922,880 |
| 2006 - 2007 | 970,000 | 960,246 | 1,930,246 |
| 2007 - 2008 | 995,000 | 926,590 | 1,921,590 |
| 2008 - 2009 | 1,035,000 | 892,031 | 1,927,031 |
| 2009 - 2010 | 1,210,000 | 854,867 | 2,064,867 |
| 2010 - 2015 | 6,780,000 | 3,478,209 | 10,258,209 |
| 2015 - 2020 | 7,765,000 | 1,872,291 | 9,637,291 |
| 2020 - 2024 | <u>3,620,000</u> | <u>338,666</u> | <u>3,958,666</u> |
| Total | <u>\$ 23,305,000</u> | <u>\$ 10,315,780</u> | <u>\$ 33,620,780</u> |

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 7 - DEFINED CONTRIBUTION PENSION PLAN

The name of the plan is: "Green Oak Township Group Pension Plan" - #70485

The plan administrator is: Clerk, Township of Green Oak
10001 Silver Lake Road
Brighton, Michigan 48116

The plan was effective July 1, 1986, and was last amended on April 29, 2002. The records of the plan are maintained on a plan year basis. A plan year is the period from July 1 to June 30 of the following year.

The plan covers all full-time employees, hourly or salaried, working thirty-five hours or more per week.

The account balances prepared in July 2005, reflect contributions from the period July 1, 2004 to June 30, 2005, are as follows:

Guaranteed Account

| | |
|--|-------------------|
| Account value at last annual statement | \$ 353,630 |
| Current year contributions | 102,100 |
| Withdrawals | (20,376) |
| Investment gain (loss) less asset charge | <u>32,163</u> |
| Account value at June 30, 2005 | <u>\$ 467,517</u> |

Certain officials and full time employees are eligible to join the plan on the date the plan starts, or on the first entry date coincident with or immediately following the date of employment if later, provided he or she has completed three months service, and is at least age 18, but no more than age 75.

Entry to the plan occurs on the first day of each calendar month. The plan provides for 100% vesting after five years of service.

As of the date of issuance of the financial statements, current year plan data was not available.

The employer contribution is 10% of annual compensation, with a minimum contribution of \$300 per year. A contribution of \$102,100 was made in the fiscal year ended June 30, 2005.

The total current year payroll for all employees was \$1,966,971. The amount determined to be the employer's current year covered employment was \$ 1,021,000.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 8 - DEFINED BENEFIT PENSION PLAN

Plan Description - The Green Oak Township Police Department participates in the Michigan Municipal Employees Retirement System (MERS) which is an agent multiple-employer, state-wide, defined benefit public employee retirement plan created under Public Act 135 of 1945 and now operates under Public Act 220 of 1996. MERS was established by the State of Michigan for purposes of providing retirement, survivor and disability benefits on a voluntary basis to the State's local government employees. Under Public Act 220, MERS became an independent public non-profit corporation independent from State government. The effective date of independence was August 15, 1996, at which time MERS ceased to be a part of the State of Michigan, Department of Management and Budget. The Township has no fiduciary responsibility for the plan. All full-time employees of the police department are eligible to participate in the plan immediately upon employment.

As of December 31, 2004, the police department had fifteen covered employees and eighteen total employees. Covered payroll for the year then ended was \$ 611,766.

The police department is covered under benefit program (C-NEW). The plan provides for vesting of benefits after ten years of service. Participants may elect normal retirement at age 60, with 10 or more years of service. The plan also provides for early retirement at age 55, with 15 or more years of service, and at age 50 with 25 or more years of service.

Employees do not contribute to the plan.

The police department currently has no retirants or beneficiaries in the plan.

The following information, which is the most current available, was obtained from the Township's actuarial consultants, the Segal Company. The amount disclosed as the "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases, estimated to be payable in the future as a result of employee service to date. The measure is the actuarial present value of credited projected benefits and is intended to (a) help users assess the plan's funding status on a going-concern basis, (b) assess progress being made in accumulating sufficient assets to pay benefits when due, and (c) allow for comparisons among public employee retirement plans. The measure is independent of the actuarial funding method used to determine contributions to the plan.

The pension benefit obligation was determined as part of an actuarial valuation of the plan as of December 31, 1997. Significant actuarial assumptions used in determining the pension benefit obligation include (a) a rate of return on the investment of present and future assets of 8.0% per year compounded annually, (b) projected salary increases of 5% per year compounded annually, attributable to inflation, (c) additional projected salary increases ranging from 0.0% to 4.2% per year, depending on age, attributable to seniority/merit, and (d) the assumption that benefits will increase 2.5% per year (annually) after retirement.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 8 - PENSION PLAN - (continued)

At December 31, 2004, the unfunded pension benefit obligation was \$918,376, determined as follows:

| | |
|---|----------------------------------|
| Pension benefit obligation | |
| Retirees and beneficiaries currently receiving benefits | \$ 0 |
| Terminated employees not yet receiving benefits | 132,748 |
| Non-vested terminated employees | 10,053 |
| Current employees | |
| Accumulated employee contribution, including allocated investment income | 162,413 |
| Employer financed | <u>1,346,401</u> |
| Total pension benefit obligation | 1,651,615 |
| Net assets available for benefits, at cost (at market) | <u>733,239</u> |
| Unfunded actuarial accrued liability | <u><u>\$ 918,376</u></u> |

Analysis of Funding Progress

| Valuation Date <u>December 31</u> | Net Assets Available for <u>Benefits</u> | Pension Benefit Obligation <u>(PBO)</u> | Percent Funded <u>(1)/(2)</u> | Unfunded (Overfunded) PBO <u>(2)-(1)</u> | Annual Covered Payroll | Unfunded PBO as a % of Covered Payroll |
|---|---|--|-------------------------------------|---|------------------------------|---|
| 1994 | \$ 19,641 | \$ 1,090 | 1,802% | \$ (18,550) | \$ 116,398 | 0 |
| 1995 | 40,372 | 17,074 | 236% | (23,297) | 288,736 | 0 |
| 1996 | 69,770 | 140,582 | 50% | 70,812 | 386,585 | 18 |
| 1997 | 88,589 | 266,805 | 33% | 178,216 | 466,480 | 38 |
| 1998 | 136,288 | 353,479 | 39% | 217,191 | 555,133 | 39 |
| 1999 | 200,575 | 385,418 | 52% | 184,843 | 575,310 | 32 |
| 2000 | 279,722 | 478,469 | 58% | 198,747 | 471,988 | 42 |
| 2001 | 360,226 | 1,074,674 | 34% | 714,448 | 542,622 | 132 |
| 2002 | 435,433 | 1,286,263 | 34% | 850,830 | 614,886 | 138 |
| 2003 | 565,104 | 1,413,990 | 40% | 848,886 | 641,217 | 132 |
| 2004 | 733,239 | 1,651,615 | 56% | 918,376 | 611,766 | 150 |

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 9 - DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS

Michigan Compiled Laws, Section 129.91, authorizes the Township to deposit and invest in the accounts of Federally insured banks, credit unions, and savings and loan associations; bonds, securities and other direct obligations of the United States, or any agency or instrumentality of the United States; United States government or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks; commercial paper rated by two standard rating agencies within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan. Financial institutions eligible for deposit of public funds must maintain an office in Michigan. The Township deposits are in accordance with statutory authority. The Township maintains an imprest petty cash account of \$400.

The Governmental Accounting Standards Board Statement No. 3 risk disclosures for the Township's cash deposits are as follows:

| <u>Deposits</u> | <u>Fiduciary Funds</u> | <u>Primary Government</u> | <u>Total Carrying Amount</u> | <u>Bank Balance</u> |
|--------------------------------|-----------------------------|-------------------------------|--------------------------------------|-------------------------|
| Insured (FDIC) | \$ | \$ 300,000 | \$ 300,000 | \$ |
| Uninsured and uncollateralized | <u>206,067</u> | <u>9,174,488</u> | <u>9,380,555</u> | <u>9,390,432</u> |
| Total deposits | \$ 206,067 | 9,474,488 | 9,680,555 | |
| Petty cash | <u> </u> | <u>400</u> | <u>400</u> | |
| Total cash | <u>\$ 206,067</u> | <u>\$ 9,474,888</u> | <u>\$ 9,680,955</u> | |

NOTE 10 - STATEMENT OF CASH FLOWS

Pursuant to the Governmental Accounting Standards Board (GASB) statement number 9, a statement of cash flows is presented. The purpose of the statement of cash flows is to explain the change in cash and cash equivalents during the year. Cash equivalents are defined as short-term, highly liquid investments with original maturities of three months or less. The indirect method was utilized to present cash flows from operations of the Township's Proprietary Funds. The following is a schedule of beginning and ending cash and cash equivalents:

| | <u>July 1, 2004</u> | <u>June 30, 2005</u> |
|-----------------------|---------------------|----------------------|
| Current assets - cash | \$ 1,114,947 | \$ 790,501 |
| Restricted cash | <u>6,326,193</u> | <u>3,795,037</u> |
| | <u>\$ 7,441,140</u> | <u>\$ 4,585,538</u> |

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 11 - SEGMENT INFORMATION - ENTERPRISE FUNDS

Selected financial information with respect to the four enterprise funds is as follows:

| | <u>Saxony Water</u> | <u>Centennial Farms</u> | <u>Reick's Farms</u> | <u>Sewer</u> | <u>Total</u> |
|---------------------------|-------------------------|-----------------------------|--------------------------|--------------|--------------|
| Operating revenues | \$ 14,528 | \$ 33,729 | \$ 5,209 | \$ 113,565 | \$ 167,031 |
| Depreciation/amortization | 524 | | | 215,122 | 215,646 |
| Operating income (loss) | (18,905) | (68) | (4,070) | (186,850) | (209,893) |
| Net working capital | 5,734 | 7,453 | 18,308 | 620,708 | 652,203 |
| Total assets | 261,612 | 7,453 | 18,583 | 50,294,181 | 50,581,829 |
| Retained earnings | 253,393 | | 18,308 | 26,904,537 | 27,176,238 |

NOTE 12 - CONTINGENT LIABILITIES

The Township is involved in various legal actions arising in the normal course of business. In the opinion of management, such matters will not have a material effect upon the financial position of the Township.

NOTE 13 - BUILDING AUTHORITY AGREEMENT

On December 1, 1998 the Green Oak Township Building Authority sold \$475,000 in general obligation limited tax bonds to finance the construction of a new township hall. The Green Oak Township general fund will make an annual payment to the building authority fund in the amount of the debt service requirements. The general fund and building authority fund will record these amounts as rental income/expenditures as they are paid. The following is a schedule of payments the general fund must make to the building authority fund:

| | <u>Principal</u> | <u>Interest</u> | <u>Total</u> |
|------------------------|-------------------|-------------------|-------------------|
| 2005 - 2006 | \$ 20,000 | \$ 17,215 | \$ 37,215 |
| 2006 - 2007 | 20,000 | 16,385 | 36,385 |
| 2007 - 2008 | 20,000 | 15,535 | 35,535 |
| 2008 - 2009 | 20,000 | 14,665 | 34,665 |
| 2009 - 2010 | 25,000 | 13,663 | 38,663 |
| 2010 and thereafter | <u>270,000</u> | <u>64,316</u> | <u>334,316</u> |
| | <u>\$ 375,000</u> | <u>\$ 141,779</u> | <u>\$ 516,779</u> |

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

NOTE 14 - PRIOR PERIOD ADJUSTMENT

The Township made a prior period adjustment to record the accrued vacation and sick time for the Township's full-time employees. Previously, this was solely recorded in the long-term debt of the government-wide financial statements. In order to have the fund financial statements record this liability a prior period adjustment was made in their respective funds. The adjustment was distributed as follows:

| | |
|--------------------------|-------------------|
| General Fund | \$ 30,549 |
| Building Department Fund | 11,263 |
| Fire Fund | 21,866 |
| Special Police Fund | <u>120,970</u> |
| Total | <u>\$ 184,648</u> |

NOTE 15 - SPECIAL ASSESSMENTS

The special assessment balances were not being maintained regularly/consistently by the Township on a regular basis. With all the utility system activities being conducted in the area, the Township will be re-evaluating how these assessments are to be maintained to ensure accuracy in the future.

NOTE 16 - FEDERAL GRANT ACTIVITIES

The Township has been a recipient of various federal grant funds. There was \$29,732 received in the current year. However, these funds and funds received in prior year may still be subject to federal grant audit requirements.

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

**NOTE 17 - RECONCILIATION OF FUND FINANCIAL STATEMENTS
TO GOVERNMENT-WIDE FINANCIAL STATEMENTS**

Amounts reported for governmental activities in the Statement
of Net Assets are different because:

| | |
|--------------------------------------|--------------|
| Total fund balance per balance sheet | \$ 4,961,075 |
|--------------------------------------|--------------|

Capital assets used in governmental activities used in
governmental activities are not financial resources and
therefore, are not reported in the funds. This activity consists of:

| | |
|-----------------|--------------------|
| Historical cost | \$ 7,106,562 |
| Depreciation | <u>(1,887,862)</u> |

| | |
|------------------------------------|-----------|
| Capital assets net of depreciation | 5,218,700 |
|------------------------------------|-----------|

Some liabilities are not due and payable in the current period
and therefore are not reported in the funds. These include:

| | |
|---|-----------------|
| Capital lease payable | (556,165) |
| Contracts payable | (134,667) |
| Bonds payable | (9,158,000) |
| Accrued interest on contracts and bonds | <u>(84,686)</u> |

| | |
|-------|-------------|
| Total | (9,933,518) |
|-------|-------------|

Deferred revenues on special assessments was recognized as
revenue in the government-wide statements. Assessments are
income as they are assessed in the fund financial statements.

| |
|------------------|
| <u>6,175,371</u> |
|------------------|

| | |
|---------------------------------------|---------------------|
| Net assets of governmental activities | <u>\$ 6,421,628</u> |
|---------------------------------------|---------------------|

GREEN OAK TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2005

**NOTE 17 - RECONCILIATION OF FUND FINANCIAL STATEMENTS
TO GOVERNMENT-WIDE FINANCIAL STATEMENTS - (continued)**

Amounts reported for governmental activities in the Statement of Activities are different because:

| | |
|--|------------|
| Net change in fund balances - governmental funds | \$ 553,314 |
|--|------------|

Governmental funds report capital outlay as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their useful lives as depreciation expense. The amount by which capital outlays exceeded depreciation is as follows:

| | | |
|----------------------|------------------|-----------|
| Capital outlay | \$ 168,940 | |
| Depreciation expense | <u>(303,647)</u> | |
| Total | | (134,707) |

The Statement of Activities reports a loss on the sale/disposal of capital assets based on the proceeds received and the net book value of the assets at the time of sale. The loss on disposal is calculated as follows:

| | | |
|---|---------------|---------|
| Historical cost of asset disposed | (21,325) | |
| Accumulated depreciation of assets disposed | <u>17,417</u> | |
| Total | | (3,908) |

Repayment of bond and contracts payable is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Net Assets.

| | | |
|-----------------------|----------------|---------|
| Repayment of: | | |
| Capital lease payable | 168,280 | |
| Bonds payable | 19,238 | |
| Contracts payable | <u>233,000</u> | |
| Total | | 420,518 |

Interest is accrued for the governmental fund long-term debt for the Statement of Activities:

| | | |
|-----------------------------------|---------------|-------|
| Accrued interest at June 30, 2005 | (84,686) | |
| Accrued interest at July 1, 2004 | <u>87,596</u> | |
| Total | | 2,910 |

Principal received on special assessments are income as they are levied annually for governmental funds, but they are income when they are levied for the Statement of Activities.

| | | |
|------------------------------------|--|------------------|
| Principal collected on assessments | | <u>(355,285)</u> |
|------------------------------------|--|------------------|

| | | |
|---|--|-------------------|
| Change in net assets of governmental activities | | <u>\$ 482,842</u> |
|---|--|-------------------|

REQUIRED SUPPLEMENTARY INFORMATION

GREEN OAK TOWNSHIP
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | Budgets | | | Variance with Final Budget Favorable (Unfavorable) |
|---|---------------------|---------------------|---------------------|--|
| | Original | Final | Actual | |
| REVENUES | | | | |
| Taxes | \$ | \$ | \$ 744,482 | \$ |
| State shared revenues | | | 1,036,617 | |
| Clean up grant | | | 1,800 | |
| Charges for services | | | 477,002 | |
| Interest | | | 2,727 | |
| Reimbursements | | | 38,622 | |
| Miscellaneous | | | 100,131 | |
| Total revenues | <u>2,360,959</u> | <u>2,373,340</u> | <u>2,401,381</u> | <u>28,041</u> |
| EXPENDITURES | | | | |
| Township board | | | 225,229 | |
| Assessor | | | 193,465 | |
| Supervisor | | | 165,641 | |
| Election | | | 110,660 | |
| Clerk | | | 272,368 | |
| Treasurer | | | 204,337 | |
| Township hall and grounds | | | 195,744 | |
| Crossing guards | | | 7,822 | |
| Planning commission | | | 154,077 | |
| Planning and zoning | | | 133,820 | |
| Board of review | | | 1,848 | |
| Unallocated | | | 90,350 | |
| Zoning board of appeals | | | 19,450 | |
| Roads | | | 120,135 | |
| Cemetery maintenance | | | 7,437 | |
| Recreation | | | 67,462 | |
| Total expenditures | <u>1,949,427</u> | <u>2,090,182</u> | <u>1,969,845</u> | <u>120,337</u> |
| Excess of revenues over (under) expenditures | 411,532 | 283,158 | 431,536 | 148,378 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers (out) | <u>(411,532)</u> | <u>(385,432)</u> | <u>(377,902)</u> | <u>7,530</u> |
| Excess of revenues over (under) expenditures and other financing (uses) | | (102,274) | 53,634 | 155,908 |
| FUND BALANCE, JULY 1, 2004 | 1,339,380 | 1,339,380 | 1,339,380 | |
| PRIOR PERIOD ADJUSTMENT | | | (30,549) | (30,549) |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 1,339,380</u> | <u>\$ 1,237,106</u> | <u>\$ 1,362,465</u> | <u>\$ 125,359</u> |

GREEN OAK TOWNSHIP
BUILDING DEPARTMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | Budgets | | | Variance with Final Budget Favorable (Unfavorable) |
|---|------------|------------|------------|--|
| | Original | Final | Actual | |
| REVENUES | | | | |
| Permits, licenses and fees | \$ | \$ | \$ 557,489 | \$ |
| Sale of copies, maps | | | 386 | |
| Interest income | | | 5,777 | |
| Total revenues | 535,200 | 535,200 | 563,652 | 28,452 |
| EXPENDITURES | | | | |
| Salaries | | | 153,744 | |
| Payroll taxes | | | 12,351 | |
| Health insurance | | | 46,727 | |
| Life insurance | | | 3,079 | |
| Pension | | | 14,741 | |
| Office supplies | | | 3,924 | |
| Legal fees | | | 57 | |
| Contracted services | | | 11,639 | |
| Contract labor | | | 83,508 | |
| Membership dues | | | 150 | |
| Schools and seminars | | | 1,247 | |
| Telephone | | | 2,810 | |
| Utilities | | | 3,647 | |
| Gas and oil | | | 2,269 | |
| Publications | | | 787 | |
| General liability insurance | | | 59,447 | |
| Repairs and maintenance | | | 2,966 | |
| Rent expense | | | 36,626 | |
| Miscellaneous | | | 1,445 | |
| Uniforms | | | 400 | |
| Small equipment | | | 2,593 | |
| Capital outlay | | | 45,562 | |
| Administrative fees | | | 20,000 | |
| Total expenditures | 533,742 | 535,200 | 509,719 | 25,481 |
| Excess of revenues over (under) expenditures | 1,458 | | 53,933 | 53,933 |
| FUND BALANCE, JULY 1, 2004 | 437,416 | 437,416 | 437,416 | |
| PRIOR PERIOD ADJUSTMENT | | | (11,263) | (11,263) |
| FUND BALANCE, JUNE 30, 2005 | \$ 438,874 | \$ 437,416 | \$ 480,086 | \$ 42,670 |

GREEN OAK TOWNSHIP
FIRE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | Budgets | | Actual | Variance with Final Budget Favorable (Unfavorable) |
|---|-------------------|-------------------|-------------------|--|
| | Original | Final | | |
| REVENUES | | | | |
| Taxes | \$ | \$ | \$ 1,124,665 | \$ |
| EMS grant | | | 11,432 | |
| Interest | | | 5,812 | |
| Charges for services | | | 9,173 | |
| Miscellaneous | | | 412 | |
| | | | | |
| Total revenues | 1,101,450 | 1,147,225 | 1,151,494 | 4,269 |
| EXPENDITURES | <u>662,341</u> | <u>706,044</u> | <u>704,596</u> | <u>1,448</u> |
| | | | | |
| Excess of revenues over (under) expenditures | 439,109 | 441,181 | 446,898 | 5,717 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers (out) | <u>(439,109)</u> | <u>(439,109)</u> | <u>(439,109)</u> | |
| | | | | |
| Excess of revenues over (under) expenditures and other financing (uses) | | 2,072 | 7,789 | 5,717 |
| FUND BALANCE, JULY 1, 2004 | 495,508 | 495,508 | 495,508 | |
| PRIOR PERIOD ADJUSTMENT | | | <u>(21,866)</u> | <u>(21,866)</u> |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 495,508</u> | <u>\$ 497,580</u> | <u>\$ 481,431</u> | <u>\$ (16,149)</u> |

GREEN OAK TOWNSHIP
SPECIAL POLICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | Budgets | | | Variance with Final Budget Favorable (Unfavorable) |
|---|------------|------------|--------------|--|
| | Original | Final | Actual | |
| REVENUES | | | | |
| Taxes | \$ | \$ | \$ 1,199,534 | \$ |
| Liquor license fees | | | 5,554 | |
| Michigan training grant | | | 2,788 | |
| Cops Fast grant | | | 18,300 | |
| Fines | | | 23,532 | |
| Service fees | | | 40 | |
| Copies | | | 4,302 | |
| Interest | | | 1,498 | |
| Cost recovery | | | 32,986 | |
| Vehicle inspections | | | 2,800 | |
| Donations | | | 1,445 | |
| Other revenues | | | 318 | |
| Total revenues | 1,199,550 | 1,278,950 | 1,293,097 | 14,147 |
| EXPENDITURES | 1,328,525 | 1,353,910 | 1,301,411 | 52,499 |
| Excess of revenues over (under) expenditures | (128,975) | (74,960) | (8,314) | 66,646 |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | 204,600 | 209,200 | 208,600 | (600) |
| Transfers (out) | (84,000) | (84,000) | (84,000) | |
| Total other financing sources (uses) | 120,600 | 125,200 | 124,600 | (600) |
| Excess of revenues over (under) expenditures and other financing sources (uses) | (8,375) | 50,240 | 116,286 | 66,046 |
| FUND BALANCE, JULY 1, 2004 | 111,193 | 111,193 | 111,193 | |
| PRIOR PERIOD ADJUSTMENT | | | (120,970) | (120,970) |
| FUND BALANCE, JUNE 30, 2005 | \$ 102,818 | \$ 161,433 | \$ 106,509 | \$ (54,924) |

GREEN OAK TOWNSHIP
SCHEDULES OF PENSION FUNDING PROGRESS (UNAUDITED)
FOR THE YEAR ENDED JUNE 30, 2005

In accordance with the Governmental Accounting Standards Board Statements No. 25 and 27, the following information is a required part of the basic financial statements.

POLICE EMPLOYEES

| <u>Actuarial Valuation Date</u> | <u>Actuarial Value of Assets</u> | <u>Actuarial Accrued Liability (AAL)</u> | <u>Unfunded (Overfunded) Accrued Liability (UAAL)</u> | <u>Funded Ratio</u> | <u>Covered Payroll</u> | <u>UAAL as a Percentage of Covered Payroll</u> |
|---------------------------------|--|--|---|-------------------------|----------------------------|--|
| December 31, 2001 | \$ 360,226 | \$ 544,347 | \$ 184,121 | 66.18% | \$ 542,622 | 33.9% |
| December 31, 2002 | \$ 435,433 | \$ 1,286,265 | \$ 850,830 | 33.85% | \$ 614,886 | 138.4% |
| December 31, 2003 | \$ 565,104 | \$ 1,413,990 | \$ 848,886 | 39.97% | \$ 641,217 | 132.4% |
| December 31, 2004 | \$ 733,239 | \$ 1,651,615 | \$ 918,376 | 55.60% | \$ 611,766 | 150.1% |

SUPPLEMENTARY INFORMATION

COMBINING
FINANCIAL
STATEMENTS

GREEN OAK TOWNSHIP
ALL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2005

| | Building Department Fund | Cemetery Perpetual Care | Fire | Special Fire Capital | Fire Capital Vehicle and Equipment Fund | Special Police |
|---|--------------------------------|-------------------------------|-------------------|-------------------------|--|-------------------|
| <u>ASSETS</u> | | | | | | |
| ASSETS | | | | | | |
| Cash | \$ 500,188 | \$ 470 | \$ 524,131 | \$ 3,460 | \$ 277,463 | \$ 231,680 |
| Taxes receivable | | | 18,275 | | | 27,052 |
| Assessment receivable | | | | | | |
| Accounts receivable | | | | | | |
| Total assets | <u>\$ 500,188</u> | <u>\$ 470</u> | <u>\$ 542,406</u> | <u>\$ 3,460</u> | <u>\$ 277,463</u> | <u>\$ 258,732</u> |
| <u>LIABILITIES AND FUND BALANCE</u> | | | | | | |
| LIABILITIES | | | | | | |
| Accounts payable | \$ 7,912 | \$ | \$ 3,057 | \$ | \$ | \$ 9,723 |
| Accrued wages and vacation | 11,840 | | 57,918 | | | 142,500 |
| Due to other funds | <u>350</u> | | | | | |
| Total liabilities | 20,102 | | 60,975 | | | 152,223 |
| FUND BALANCE | <u>480,086</u> | <u>470</u> | <u>481,431</u> | <u>3,460</u> | <u>277,463</u> | <u>106,509</u> |
| Total liabilities and fund balance | <u>\$ 500,188</u> | <u>\$ 470</u> | <u>\$ 542,406</u> | <u>\$ 3,460</u> | <u>\$ 277,463</u> | <u>\$ 258,732</u> |

| <u>Police Department Capital Vehicle and Equipment Fund</u> | <u>Police Special Investigation</u> | <u>Budget Stabilization</u> | <u>Storm Water</u> | <u>Road Improvement</u> | <u>Land Development</u> | <u>Centennial Farm Arsenic Improvement</u> | <u>Silver Fox Trail Paving</u> |
|---|---|---------------------------------|------------------------|-----------------------------|-----------------------------|--|--|
| \$ 267,320 | \$ 13,608 | \$ 293,117 | \$ 7,806 | \$ 445,013 | \$ 20,458 | \$ 3,838 | \$ |
| | | | | | | 15,162 | 3,321 |
| <u>\$ 267,320</u> | <u>\$ 13,608</u> | <u>\$ 293,117</u> | <u>\$ 7,806</u> | <u>\$ 445,013</u> | <u>\$ 20,458</u> | <u>\$ 19,000</u> | <u>\$ 3,321</u> |
| \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| | | | | | | 19,000 | 3,321 |
| | | | | | | 19,000 | 3,321 |
| <u>267,320</u> | <u>13,608</u> | <u>293,117</u> | <u>7,806</u> | <u>445,013</u> | <u>20,458</u> | | |
| <u>\$ 267,320</u> | <u>\$ 13,608</u> | <u>\$ 293,117</u> | <u>\$ 7,806</u> | <u>\$ 445,013</u> | <u>\$ 20,458</u> | <u>\$ 19,000</u> | <u>\$ 3,321</u> |

GREEN OAK TOWNSHIP
ALL SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET - (continued)
JUNE 30, 2005

| | <u>Riverside Drive Road Maintenance</u> | <u>Street Lights</u> | <u>Metro Act</u> | <u>Total</u> |
|---------------------------------------|---|----------------------|----------------------|---------------------|
| <u>ASSETS</u> | | | | |
| ASSETS | | | | |
| Cash | \$ 2,909 | \$ 4,590 | \$ 15,049 | \$ 2,611,100 |
| Taxes receivable | | | | 45,327 |
| Assessment receivable | | 7,007 | | 25,490 |
| Accounts receivable | | | 13,132 | 13,132 |
| | | | | |
| Total assets | <u>\$ 2,909</u> | <u>\$ 11,597</u> | <u>\$ 28,181</u> | <u>\$ 2,695,049</u> |
| | | | | |
| <u>LIABILITIES AND FUND BALANCE</u> | | | | |
| LIABILITIES | | | | |
| Accounts payable | \$ 819 | \$ | \$ | \$ 21,511 |
| Accrued wages and vacation | | | | 212,258 |
| Due to other funds | | | | 22,671 |
| | | | | |
| Total liabilities | 819 | | | 256,440 |
| | | | | |
| FUND BALANCE | <u>2,090</u> | <u>11,597</u> | <u>28,181</u> | <u>2,438,609</u> |
| | | | | |
| Total liabilities and fund balance | <u>\$ 2,909</u> | <u>\$ 11,597</u> | <u>\$ 28,181</u> | <u>\$ 2,695,049</u> |

GREEN OAK TOWNSHIP
ALL DEBT SERVICE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2005

| | <u>Viking Lane</u> | <u>Pheasant Lake</u> | <u>Building Authority</u> | <u>Total</u> |
|---|------------------------|--------------------------|-------------------------------|-------------------|
| <u>ASSETS</u> | | | | |
| ASSETS | | | | |
| Cash | \$ 11,915 | \$ 41,293 | \$ 7,032 | \$ 60,240 |
| Special assessment receivable | 5,500 | 13,030 | | 18,530 |
| Deferred special assessment receivable | | 78,881 | | 78,881 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total assets | <u>\$ 17,415</u> | <u>\$ 133,204</u> | <u>\$ 7,032</u> | <u>\$ 157,651</u> |
| <u>LIABILITIES AND FUND BALANCE</u> | | | | |
| LIABILITIES | | | | |
| Deferred revenue | \$ 5,500 | \$ 91,911 | \$ | \$ 97,411 |
| | | | | |
| FUND BALANCE - RESERVED | <u>11,915</u> | <u>41,293</u> | <u>7,032</u> | <u>60,240</u> |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total liabilities and fund balance | <u>\$ 17,415</u> | <u>\$ 133,204</u> | <u>\$ 7,032</u> | <u>\$ 157,651</u> |

GREEN OAK TOWNSHIP
ALL CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2005

| | <u>Sewer Improvement</u> | <u>Centennial Farms</u> | <u>Water System</u> | <u>Total</u> |
|-------------------------------------|------------------------------|-----------------------------|-------------------------|---------------------|
| <u>ASSETS</u> | | | | |
| ASSETS | | | | |
| Cash and cash equivalents | \$ 94,946 | \$ 48,248 | \$ 996,694 | \$ 1,139,888 |
| Special assessments receivable | | | 110 | 110 |
| Due from other funds | | | <u>6,077,960</u> | <u>6,077,960</u> |
| Total assets | <u>\$ 94,946</u> | <u>\$ 48,248</u> | <u>\$ 7,074,764</u> | <u>\$ 7,217,958</u> |
| <u>LIABILITIES AND FUND BALANCE</u> | | | | |
| LIABILITIES | | | | |
| Deposits | \$ | \$ 40,237 | \$ | \$ 40,237 |
| Deferred revenues | | | <u>6,077,960</u> | <u>6,077,960</u> |
| Total liabilities | | 40,237 | 6,077,960 | 6,118,197 |
| FUND BALANCE - RESERVED | <u>94,946</u> | <u>8,011</u> | <u>996,804</u> | <u>1,099,761</u> |
| Total liabilities and fund balance | <u>\$ 94,946</u> | <u>\$ 48,248</u> | <u>\$ 7,074,764</u> | <u>\$ 7,217,958</u> |

GREEN OAK TOWNSHIP
ALL ENTERPRISE FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2005

| | <u>Saxony Water</u> | <u>Centennial Farms</u> | <u>Reick's Farms</u> | <u>Sewer</u> | <u>Total</u> |
|--|-------------------------|-----------------------------|--------------------------|----------------------|----------------------|
| <u>ASSETS</u> | | | | | |
| ASSETS | | | | | |
| Cash | \$ 130,402 | \$ 7,453 | \$ 17,036 | \$ 635,610 | \$ 790,501 |
| Cash - restricted | | | | 3,795,037 | 3,795,037 |
| Accounts receivable | 551 | | 1,547 | 51,941 | 54,039 |
| Special assessments receivable | | | | 22,152,418 | 22,152,418 |
| Due from other funds | | | | 17,801 | 17,801 |
| Construction in progress | | | | 11,330,322 | 11,330,322 |
| Land | | | | 2,770,301 | 2,770,301 |
| Water system donated | 123,000 | | | | 123,000 |
| Improvement to water system | 26,537 | | | | 26,537 |
| Sewer system | | | | 10,489,179 | 10,489,179 |
| Accumulated depreciation | (18,878) | | | (1,043,488) | (1,062,366) |
| Bond discount, net | | | | 95,060 | 95,060 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total assets | <u>\$ 261,612</u> | <u>\$ 7,453</u> | <u>\$ 18,583</u> | <u>\$ 50,294,181</u> | <u>\$ 50,581,829</u> |
| <u>LIABILITIES AND FUND EQUITY</u> | | | | | |
| LIABILITIES | | | | | |
| Accounts payable | \$ 809 | \$ 7,453 | \$ 275 | \$ 1,261 | \$ 9,798 |
| Accrued expenses | | | | 83,383 | 83,383 |
| Due to other funds | 7,410 | | | | 7,410 |
| Bonds payable | | | | 23,305,000 | 23,305,000 |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total liabilities | 8,219 | 7,453 | 275 | 23,389,644 | 23,405,591 |
| FUND EQUITY | | | | | |
| Retained earnings | <u>253,393</u> | <u> </u> | <u>18,308</u> | <u>26,904,537</u> | <u>27,176,238</u> |
| | <u> </u> | <u> </u> | <u> </u> | <u> </u> | <u> </u> |
| Total liabilities and fund equity | <u>\$ 261,612</u> | <u>\$ 7,453</u> | <u>\$ 18,583</u> | <u>\$ 50,294,181</u> | <u>\$ 50,581,829</u> |

GREEN OAK TOWNSHIP
ALL FIDUCIARY FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2005

| | <u>AGENCY FUNDS</u> | | |
|---------------------------|---------------------------------------|-----------------------------|-------------------|
| | <u>Current Tax Collection</u> | <u>Trust and Agency</u> | <u>Total</u> |
| <u>ASSETS</u> | | | |
| ASSETS | | | |
| Cash and cash equivalents | \$ 350 | \$ 205,717 | \$ 206,067 |
| Due from others | | 13,984 | 13,984 |
| Total assets | <u>\$ 350</u> | <u>\$ 219,701</u> | <u>\$ 220,051</u> |
| <u>LIABILITIES</u> | | | |
| LIABILITIES | | | |
| Due to others | \$ 85 | \$ 214,527 | \$ 214,612 |
| Due to other funds | 265 | 5,174 | 5,439 |
| Total liabilities | <u>\$ 350</u> | <u>\$ 219,701</u> | <u>\$ 220,051</u> |

GREEN OAK TOWNSHIP
ALL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Building Department</u> | <u>Cemetery Perpetual Care</u> | <u>Fire</u> | <u>Special Fire Capital</u> | <u>Fire Capital Vehicle and Equipment</u> | <u>Special Police</u> |
|--|--------------------------------|--|-------------------|---------------------------------|---|---------------------------|
| REVENUES | | | | | | |
| Taxes | \$ | \$ | \$ 1,124,665 | \$ | \$ | \$ 1,199,534 |
| Special assessments | | | | | | |
| Charges for services | 557,875 | | 9,173 | | | 72,002 |
| Grant - federal | | | 11,432 | | | 18,300 |
| Interest | 5,777 | 2 | 5,812 | 307 | 2,002 | 1,498 |
| Donations | | | | | 7,996 | 1,445 |
| Other | | | 412 | | | 318 |
| Total revenues | <u>563,652</u> | <u>2</u> | <u>1,151,494</u> | <u>307</u> | <u>9,998</u> | <u>1,293,097</u> |
| EXPENDITURES | | | | | | |
| General government | 509,719 | | | | | |
| Fire protection | | | 704,596 | 4,044 | 268,222 | 1,301,411 |
| Police protection | | | | | | |
| Public works | | | | | | |
| Debt service | | | | | 203,923 | |
| Total expenditures | <u>509,719</u> | | <u>704,596</u> | <u>4,044</u> | <u>472,145</u> | <u>1,301,411</u> |
| Excess of revenues over (under) expenditures | <u>53,933</u> | <u>2</u> | <u>446,898</u> | <u>(3,737)</u> | <u>(462,147)</u> | <u>(8,314)</u> |
| OTHER FINANCING SOURCES (USES) | | | | | | |
| Transfers in | | | | | 474,109 | 208,600 |
| Transfers (out) | | | (439,109) | (35,000) | | (84,000) |
| Total other financing sources (uses) | | | <u>(439,109)</u> | <u>(35,000)</u> | <u>474,109</u> | <u>124,600</u> |
| Excess of revenues over (under) expenditures and other financing sources(uses) | 53,933 | 2 | 7,789 | (38,737) | 11,962 | 116,286 |
| FUND BALANCE, JULY 1, 2004 | 437,416 | 468 | 495,508 | 42,197 | 265,501 | 111,193 |
| PRIOR PERIOD ADJUSTMENT | (11,263) | | (21,866) | | | (120,970) |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 480,086</u> | <u>\$ 470</u> | <u>\$ 481,431</u> | <u>\$ 3,460</u> | <u>\$ 277,463</u> | <u>\$ 106,509</u> |

| <u>Police Department Vehicle and Equipment</u> | <u>Police Special Investigation</u> | <u>Budget Stabilization</u> | <u>Storm Water</u> | <u>Road Improvement</u> | <u>Land Development</u> | <u>Centennial Farms Arsenic Improvement</u> | <u>Silver Fox Trail Paving</u> |
|--|---|---------------------------------|------------------------|-----------------------------|-----------------------------|---|--|
| \$ | \$ | \$ | \$ | \$ | \$ | \$ | \$ |
| | 1,137 | | | | | 15,162 | 5,324 |
| 2,205 | 73 | 3,431 | 28 | 11,839 | 95 | 13 | |
| <u>3,878</u> | | | | | | | |
| <u>6,083</u> | <u>1,210</u> | <u>3,431</u> | <u>28</u> | <u>11,839</u> | <u>95</u> | <u>15,175</u> | <u>5,324</u> |
| | | | | | | | |
| 69,398 | 541 | | 15,785 | 187,500 | 892 | 15,175 | 8,908 |
| <u>69,398</u> | <u>541</u> | | <u>15,785</u> | <u>187,500</u> | <u>892</u> | <u>15,175</u> | <u>8,908</u> |
| <u>(63,315)</u> | <u>669</u> | <u>3,431</u> | <u>(15,757)</u> | <u>(175,661)</u> | <u>(797)</u> | | <u>(3,584)</u> |
| 84,000 | | | 15,000 | 134,600 | 16,702 | | |
| <u>84,000</u> | | | <u>15,000</u> | <u>134,600</u> | <u>16,702</u> | | |
| | | | | | | | |
| 20,685 | 669 | 3,431 | (757) | (41,061) | 15,905 | | (3,584) |
| 246,635 | 12,939 | 289,686 | 8,563 | 486,074 | 4,553 | | 3,584 |
| <u>\$ 267,320</u> | <u>\$ 13,608</u> | <u>\$ 293,117</u> | <u>\$ 7,806</u> | <u>\$ 445,013</u> | <u>\$ 20,458</u> | <u>\$</u> | <u>\$</u> |

GREEN OAK TOWNSHIP
ALL SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - (continued)
FOR THE YEAR ENDED JUNE 30, 2005

| | Riverside Drive Road Maintenance | Street Lights | Metro Act | Total |
|---|--|------------------|------------------|---------------------|
| REVENUES | | | | |
| Taxes | \$ 4,979 | \$ | \$ | \$ 2,324,199 |
| Special assessments | | 7,047 | | 32,512 |
| Charges for services | | 6,397 | | 646,584 |
| Grant - federal | | | | 29,732 |
| Interest | 21 | 121 | 86 | 33,310 |
| Donations | | | | 9,441 |
| Other | | | 13,632 | 18,240 |
| Total revenues | <u>5,000</u> | <u>13,565</u> | <u>13,718</u> | <u>3,094,018</u> |
| EXPENDITURES | | | | |
| General government | | | | 509,719 |
| Fire protection | | | | 976,862 |
| Police protection | | | | 1,371,350 |
| Public works | 6,484 | 15,684 | 100 | 250,528 |
| Debt service | | | | 203,923 |
| Total expenditures | <u>6,484</u> | <u>15,684</u> | <u>100</u> | <u>3,312,382</u> |
| Excess of revenues over (under) expenditures | <u>(1,484)</u> | <u>(2,119)</u> | <u>13,618</u> | <u>(218,364)</u> |
| OTHER FINANCING SOURCES (USES) | | | | |
| Transfers in | | | 3,000 | 936,011 |
| Transfers (out) | | | | (558,109) |
| Total other financing sources (uses) | | | <u>3,000</u> | <u>377,902</u> |
| Excess of revenues over (under) expenditures and other financing sources (uses) | <u>(1,484)</u> | <u>(2,119)</u> | <u>16,618</u> | <u>159,538</u> |
| FUND BALANCE JULY 1, 2004 | 3,574 | 13,716 | 11,563 | 2,433,170 |
| PRIOR PERIOD ADJUSTMENT | | | | (154,099) |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 2,090</u> | <u>\$ 11,597</u> | <u>\$ 28,181</u> | <u>\$ 2,438,609</u> |

GREEN OAK TOWNSHIP
ALL DEBT SERVICE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Viking Lane</u> | <u>Pheasant Lake</u> | <u>Building Authority</u> | <u>Total</u> |
|--|--------------------|----------------------|---------------------------|------------------|
| REVENUES | | | | |
| Special assessments | \$ 5,500 | \$ 16,861 | \$ | \$ 22,361 |
| Rental income | | | 183,129 | 183,129 |
| Interest | <u>807</u> | <u>376</u> | <u>104</u> | <u>1,287</u> |
| Total revenues | 6,307 | 17,237 | 183,233 | 206,777 |
| EXPENDITURES | | | | |
| Debt service | <u>9,124</u> | <u>22,078</u> | <u>183,704</u> | <u>214,906</u> |
| Excess of revenues over (under) expenditures | (2,817) | (4,841) | (471) | (8,129) |
| FUND BALANCE, JULY 1, 2004 | <u>14,732</u> | <u>46,134</u> | <u>7,503</u> | <u>68,369</u> |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 11,915</u> | <u>\$ 41,293</u> | <u>\$ 7,032</u> | <u>\$ 60,240</u> |

GREEN OAK TOWNSHIP
ALL CAPITAL PROJECTS FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Sewer Improvement</u> | <u>Centennial Farms</u> | <u>Water System</u> | <u>Total</u> |
|---|------------------------------|-----------------------------|-------------------------|---------------------|
| REVENUES | | | | |
| Special assessments | \$ | \$ | \$ 715,171 | \$ 715,171 |
| Interest | 1,990 | 390 | 8,710 | 11,090 |
| Connection charges | | | 74,369 | 74,369 |
| Total revenues | <u>1,990</u> | <u>390</u> | <u>798,250</u> | <u>800,630</u> |
| EXPENDITURES | | | | |
| Water | | | 27,194 | 27,194 |
| Debt service | | | 425,165 | 425,165 |
| Total expenditures | | | <u>452,359</u> | <u>452,359</u> |
| Excess of revenues over (under) expenditures | 1,990 | 390 | 345,891 | 348,271 |
| FUND BALANCE, JULY 1, 2004 | <u>92,956</u> | <u>7,621</u> | <u>650,913</u> | <u>751,490</u> |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 94,946</u> | <u>\$ 8,011</u> | <u>\$ 996,804</u> | <u>\$ 1,099,761</u> |

GREEN OAK TOWNSHIP
ALL ENTERPRISE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Saxony Water Fund</u> | <u>Centennial Farms Fund</u> | <u>Reick's Farms Fund</u> | <u>Sewer Fund</u> | <u>Total</u> |
|---|------------------------------|----------------------------------|-------------------------------|----------------------|----------------------|
| OPERATING REVENUES | | | | | |
| User charges | \$ 14,528 | \$ 33,729 | \$ 5,209 | \$ 113,565 | \$ 167,031 |
| OPERATING EXPENSES | | | | | |
| Operating supplies | 4,946 | 4,219 | | 6,582 | 15,747 |
| Contracted service, repairs and maintenance | 14,743 | 22,717 | 9,110 | 70,435 | 117,005 |
| Miscellaneous | 1,104 | 1,099 | | 4,536 | 6,739 |
| Insurance | 3,310 | | | | 3,310 |
| Utilities | 8,806 | 5,762 | 169 | 3,740 | 18,477 |
| Depreciation/amortization | <u>524</u> | | | <u>215,122</u> | <u>215,646</u> |
| Total operating expenses | <u>33,433</u> | <u>33,797</u> | <u>9,279</u> | <u>300,415</u> | <u>376,924</u> |
| Operating income (loss) | <u>(18,905)</u> | <u>(68)</u> | <u>(4,070)</u> | <u>(186,850)</u> | <u>(209,893)</u> |
| NON-OPERATING REVENUES (EXPENSES) | | | | | |
| Interest income - operating | 3,496 | 68 | 164 | | 3,728 |
| Interest income - restricted | | | | 120,096 | 120,096 |
| Interest income - assessments | | | | 1,234,271 | 1,234,271 |
| Loss on asset disposal | (82,216) | | | | (82,216) |
| Interest expense - bonds | | | | <u>(1,023,089)</u> | <u>(1,023,089)</u> |
| Total non-operating revenues (expenses) | <u>(78,720)</u> | <u>68</u> | <u>164</u> | <u>331,278</u> | <u>252,790</u> |
| Net income (loss) before capital contributions | (97,625) | | (3,906) | 144,428 | 42,897 |
| CAPITAL CONTRIBUTIONS | | | | | |
| Special assessments levied | | | | <u>2,242,467</u> | <u>2,242,467</u> |
| Net income (loss) | (97,625) | | (3,906) | 2,386,895 | 2,285,364 |
| RETAINED EARNINGS, JULY 1, 2004 | <u>351,018</u> | | <u>22,214</u> | <u>24,517,642</u> | <u>24,890,874</u> |
| RETAINED EARNINGS, JUNE 30, 2005 | <u>\$ 253,393</u> | <u>\$</u> | <u>\$ 18,308</u> | <u>\$ 26,904,537</u> | <u>\$ 27,176,238</u> |

GREEN OAK TOWNSHIP
ALL ENTERPRISE FUNDS
COMBINING STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Saxony Water Fund</u> | <u>Centennial Farms Fund</u> | <u>Reick's Farm Fund</u> |
|--|------------------------------|----------------------------------|------------------------------|
| CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES | | | |
| Operating income (loss) | \$ (18,905) | \$ (68) | \$ (4,070) |
| Adjustments to reconcile operating (loss) to net cash from (used in) operating activities | | | |
| Depreciation | 524 | | |
| Amortization | | | |
| Changes in assets and liabilities | | | |
| (Increase) decrease in accounts receivable | 21,538 | | 47 |
| Decrease in due from other funds | | | |
| Increase (decrease) in accounts payable | 51 | 1,802 | (537) |
| Increase (decrease) in due to other funds | <u>4,258</u> | | |
| Total adjustments | <u>26,371</u> | <u>1,802</u> | <u>(490)</u> |
| Net cash from (used in) operating activities | <u>7,466</u> | <u>1,734</u> | <u>(4,560)</u> |
| CASH FLOWS FROM (USED IN) CAPITAL AND RELATED FINANCING ACTIVITIES | | | |
| Asset disposal costs | (35,009) | | |
| Acquisition of assets | | | |
| Repayment on principle on bonds | | | |
| Bond proceeds | | | |
| Special assessment collections | | | |
| Interest received from assessments | | | |
| Interest/fees paid on bonds | | | |
| Net cash from (used in) capital and related financing activities | <u>(35,009)</u> | | |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| Interest on cash | <u>3,496</u> | <u>68</u> | <u>164</u> |
| Net increase (decrease) in cash equivalents | (24,047) | 1,802 | (4,396) |
| CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR | <u>154,449</u> | <u>5,651</u> | <u>21,432</u> |
| CASH AND CASH EQUIVALENTS AT END OF YEAR | <u>\$ 130,402</u> | <u>\$ 7,453</u> | <u>\$ 17,036</u> |

| <u>Sewer Fund</u> | <u>Total</u> |
|-----------------------|---------------------|
| \$ <u>(186,850)</u> | \$ <u>(209,893)</u> |
| 213,158 | 213,682 |
| 1,964 | 1,964 |
| (45,067) | (23,482) |
| (17,801) | (17,801) |
| (3,766) | (2,450) |
| | <u>4,258</u> |
| <u>148,488</u> | <u>176,171</u> |
| <u>(38,362)</u> | <u>(33,722)</u> |
| | (35,009) |
| (6,260,893) | (6,260,893) |
| (780,000) | (780,000) |
| 2,435,000 | 2,435,000 |
| 1,618,720 | 1,618,720 |
| 1,234,271 | 1,234,271 |
| <u>(1,157,793)</u> | <u>(1,157,793)</u> |
| <u>(2,910,695)</u> | <u>(2,945,704)</u> |
| <u>120,096</u> | <u>123,824</u> |
| (2,828,961) | (2,855,602) |
| <u>7,259,608</u> | <u>7,441,140</u> |
| \$ <u>4,430,647</u> | \$ <u>4,585,538</u> |

INDIVIDUAL FUNDS

GENERAL
FUND

GREEN OAK TOWNSHIP
GENERAL FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

| | |
|----------------------------------|---------------|
| Cash | \$ 1,078,122 |
| State shared revenues receivable | 338,500 |
| Delinquent taxes receivable | 4,645 |
| Accounts receivable | 21,953 |
| Due from other funds | <u>35,520</u> |

Total assets \$ 1,478,740

LIABILITIES AND FUND BALANCE

LIABILITIES

| | |
|--------------------------------------|--------------|
| Accounts payable | \$ 34,651 |
| Accrued wages, vacation and sick pay | 58,732 |
| Due to other funds | 17,911 |
| Due to others | <u>4,981</u> |

Total liabilities \$ 116,275

FUND BALANCE

1,362,465

Total liabilities and fund balance \$ 1,478,740

GREEN OAK TOWNSHIP
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-----------------------------|---------------------|--|
| REVENUES | | | |
| Taxes | \$ 732,725 | \$ 744,482 | \$ 11,757 |
| State shared revenues | 1,045,800 | 1,036,617 | (9,183) |
| Clean up grant | 1,800 | 1,800 | |
| Charges for services | 455,185 | 477,002 | 21,817 |
| Interest | 14,000 | 2,727 | (11,273) |
| Reimbursements | 23,900 | 38,622 | 14,722 |
| Miscellaneous | <u>99,930</u> | <u>100,131</u> | <u>201</u> |
| Total revenues | <u>2,373,340</u> | <u>2,401,381</u> | <u>28,041</u> |
| EXPENDITURES | | | |
| Township board | 217,025 | 225,229 | (8,204) |
| Assessor | 190,986 | 193,465 | (2,479) |
| Supervisor | 163,505 | 165,641 | (2,136) |
| Election | 120,375 | 110,660 | 9,715 |
| Clerk | 276,628 | 272,368 | 4,260 |
| Treasurer | 219,289 | 204,337 | 14,952 |
| Township hall and grounds | 220,370 | 195,744 | 24,626 |
| Crossing guards | 8,754 | 7,822 | 932 |
| Planning commission | 146,555 | 154,077 | (7,522) |
| Planning and zoning | 126,490 | 133,820 | (7,330) |
| Board of review | 4,350 | 1,848 | 2,502 |
| Unallocated | 124,193 | 90,350 | 33,843 |
| Zoning board of appeals | 22,275 | 19,450 | 2,825 |
| Roads | 160,270 | 120,135 | 40,135 |
| Cemetery maintenance | 16,000 | 7,437 | 8,563 |
| Recreation | <u>73,117</u> | <u>67,462</u> | <u>5,655</u> |
| Total expenditures | <u>2,090,182</u> | <u>1,969,845</u> | <u>120,337</u> |
| Excess of revenues over (under) expenditures | 283,158 | 431,536 | 148,378 |
| OTHER FINANCING (USES) | | | |
| Transfers (out) | <u>(385,432)</u> | <u>(377,902)</u> | <u>7,530</u> |
| Excess of revenues over (under) expenditures and other financing (uses) | (102,274) | 53,634 | 155,908 |
| FUND BALANCE, JULY 1, 2004 | 1,339,380 | 1,339,380 | |
| PRIOR PERIOD ADJUSTMENT | <u> </u> | <u>(30,549)</u> | <u>(30,549)</u> |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 1,237,106</u> | <u>\$ 1,362,465</u> | <u>\$ 125,359</u> |

GREEN OAK TOWNSHIP
GENERAL FUND
STATEMENT OF REVENUES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|----------------------------------|---------------------|---------------------|--|
| TAXES | | | |
| Current property tax | \$ | \$ 695,356 | \$ |
| Penalties and interest | | 34,093 | |
| Trailer fees | | 1,734 | |
| Dog license fees | | 1,140 | |
| Impact fees | | <u>12,159</u> | |
| Total taxes | <u>732,725</u> | <u>744,482</u> | <u>11,757</u> |
| STATE SHARED REVENUES | <u>1,045,800</u> | <u>1,036,617</u> | <u>(9,183)</u> |
| CLEAN UP GRANT | <u>1,800</u> | <u>1,800</u> | |
| CHARGES FOR SERVICES | | | |
| Property tax administration fees | | 266,748 | |
| Summer tax collection fees | | 37,859 | |
| Utility billing | | 2,891 | |
| Planning commission | | 135,885 | |
| Board of appeals | | 12,739 | |
| Split application fees | | 1,600 | |
| Cemetery | | 1,875 | |
| Passport services | | 14,620 | |
| Copies | | <u>2,785</u> | |
| Total charges for services | <u>455,185</u> | <u>477,002</u> | <u>21,817</u> |
| INTEREST | <u>14,000</u> | <u>2,727</u> | <u>(11,273)</u> |
| REIMBURSEMENTS | <u>23,900</u> | <u>38,622</u> | <u>14,722</u> |
| MISCELLANEOUS | | | |
| Franchise fees | | 81,874 | |
| Sale of assets | | 4,390 | |
| Miscellaneous | | <u>13,867</u> | |
| Total miscellaneous | <u>99,930</u> | <u>100,131</u> | <u>201</u> |
| Total revenues | <u>\$ 2,373,340</u> | <u>\$ 2,401,381</u> | <u>\$ 28,041</u> |

GREEN OAK TOWNSHIP
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---------------------------|----------------|----------------|--|
| TOWNSHIP BOARD | | | |
| Meeting fees | \$ | \$ 18,069 | \$ |
| Other meeting fees | | 1,500 | |
| Clerical fees | | 2,300 | |
| Payroll taxes | | 1,385 | |
| Pension | | 1,800 | |
| Office supplies | | 109 | |
| Legal fees | | 99,177 | |
| Engineering fees | | 24,409 | |
| Planning consultant | | 1,000 | |
| Contracted services | | 3,447 | |
| Audit | | 18,500 | |
| Tax chargebacks | | 1,983 | |
| Dues and schools | | 11,781 | |
| Printing and publications | | 6,952 | |
| Miscellaneous | | 617 | |
| Clean up | | 10,927 | |
| Sewer assessment | | 1,273 | |
| Capital outlay | | <u>20,000</u> | |
| Total township board | <u>217,025</u> | <u>225,229</u> | <u>(8,204)</u> |
| ASSESSOR | | | |
| Salaries | | 114,913 | |
| Payroll taxes | | 9,741 | |
| Health insurance | | 16,877 | |
| Life insurance | | 1,372 | |
| Pension | | 11,034 | |
| Rent | | 14,650 | |
| Legal fees | | 831 | |
| Equipment repair | | 125 | |
| Office supplies | | 2,965 | |
| Telephone | | 995 | |
| Contract services | | 5,181 | |
| Tax bill preparation | | 6,797 | |
| Dues and schools | | 4,922 | |
| Mileage | | 228 | |
| Gasoline and oil | | 361 | |
| Publications | | 341 | |
| Miscellaneous | | 236 | |
| Capital outlay | | <u>1,896</u> | |
| Total assessor | <u>190,986</u> | <u>193,465</u> | <u>(2,479)</u> |

GREEN OAK TOWNSHIP
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL - (continued)
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---------------------------|----------------|----------------|--|
| SUPERVISOR | | | |
| Salary | | 41,345 | |
| Clerical salary | | 39,157 | |
| Payroll taxes | | 6,523 | |
| Health insurance | | 21,121 | |
| Life insurance | | 1,585 | |
| Pension | | 7,713 | |
| Rent | | 40,288 | |
| Office supplies | | 1,051 | |
| Legal fees | | 2,473 | |
| Contracted services | | 506 | |
| Dues and training | | 1,156 | |
| Telephone | | 840 | |
| Miscellaneous | | 112 | |
| Mileage | | 138 | |
| Capital outlay | | 1,633 | |
| | <u>163,505</u> | <u>165,641</u> | <u>(2,136)</u> |
| Total supervisor | | | |
| ELECTION | | | |
| Election inspectors | | 22,110 | |
| Wages | | 37,729 | |
| Payroll taxes | | 2,835 | |
| Health insurance | | 11,255 | |
| Life insurance | | 411 | |
| Pension | | 3,071 | |
| Supplies and postage | | 4,133 | |
| Printing and publications | | 1,143 | |
| Contracted services | | 10,493 | |
| Mileage | | 486 | |
| Telephone | | 536 | |
| Rent | | 124 | |
| Miscellaneous | | 334 | |
| Capital outlay | | 16,000 | |
| | <u>120,375</u> | <u>110,660</u> | <u>9,715</u> |
| Total election | | | |

GREEN OAK TOWNSHIP
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL - (continued)
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|-----------------------------|-------------------|-------------------|--|
| CLERK | | | |
| Salary | | | |
| Clerk | | 47,282 | |
| Clerical | | 46,818 | |
| Accountant | | 41,226 | |
| Payroll taxes | | 11,086 | |
| Health insurance | | 26,353 | |
| Life insurance | | 2,159 | |
| Pension | | 12,956 | |
| Rent | | 56,770 | |
| Mileage | | 1,295 | |
| Office supplies and postage | | 5,522 | |
| Dues and schools | | 3,314 | |
| Contracted services | | 7,571 | |
| Printing and publications | | 4,498 | |
| Legal fees | | 1,767 | |
| Telephone | | 997 | |
| Miscellaneous | | 1,258 | |
| Small equipment | | 1,496 | |
| | <u> </u> | <u> </u> | <u> </u> |
| Total clerk | <u>276,628</u> | <u>272,368</u> | <u>4,260</u> |

GREEN OAK TOWNSHIP
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL - (continued)
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--------------------------|-------------------|-------------------|--|
| TREASURER | | | |
| Salary | | | |
| Treasurer | | 46,066 | |
| Deputy treasurer | | 2,929 | |
| Administrative assistant | | 28,801 | |
| Clerical | | 24,920 | |
| Other payroll | | 7,158 | |
| Payroll taxes | | 9,243 | |
| Health insurance | | 18,340 | |
| Life insurance | | 2,182 | |
| Pension | | 10,488 | |
| Rent | | 25,638 | |
| Office supplies | | 3,071 | |
| Legal fees | | 423 | |
| Contracted services | | 5,056 | |
| Tax bill preparation | | 6,435 | |
| Dues and schools | | 2,796 | |
| Postage | | 6,041 | |
| Telephone | | 640 | |
| Mileage | | 1,684 | |
| Repairs and maintenance | | 465 | |
| Small equipment | | 1,866 | |
| Miscellaneous | | 95 | |
| | <u> </u> | <u> </u> | <u> </u> |
| Total treasurer | <u>219,289</u> | <u>204,337</u> | <u>14,952</u> |

GREEN OAK TOWNSHIP
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL - (continued)
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---------------------------------|-------------------|-------------------|--|
| TOWNSHIP HALL AND GROUNDS | | | |
| Wages | | 54,650 | |
| Payroll taxes | | 4,633 | |
| Health insurance | | 9,543 | |
| Life insurance | | 1,731 | |
| Pension | | 4,797 | |
| Contracted services | | 4,690 | |
| Lawn and snow contract | | 1,240 | |
| Cleaning service | | 16,800 | |
| Well clean up | | 28,844 | |
| Telephone | | 4,563 | |
| Gasoline | | 3,175 | |
| Utilities | | 15,004 | |
| Supplies | | 5,772 | |
| Repairs and maintenance | | 12,784 | |
| Uniforms | | 756 | |
| Capital outlay | | 26,175 | |
| Miscellaneous | | 587 | |
| | <u> </u> | <u> </u> | <u> </u> |
| Total township hall and grounds | <u>220,370</u> | <u>195,744</u> | <u>24,626</u> |

GREEN OAK TOWNSHIP
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL - (continued)
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|-----------------------------|----------------|----------------|--|
| CROSSING GUARDS | <u>8,754</u> | <u>7,822</u> | <u>932</u> |
| PLANNING COMMISSION | | | |
| Wages | | 14,810 | |
| Payroll taxes | | 1,144 | |
| Office supplies and postage | | 1,513 | |
| Refunds | | 1,530 | |
| Engineering fees | | 52,643 | |
| Planning consultant | | 81,329 | |
| Dues and schools | | 760 | |
| Publications | | 97 | |
| Miscellaneous | | <u>251</u> | |
| Total planning commission | <u>146,555</u> | <u>154,077</u> | <u>(7,522)</u> |
| BOARD OF REVIEW | | | |
| Per diem | | 1,440 | |
| Payroll taxes | | 110 | |
| Publications | | 291 | |
| Mileage | | <u>7</u> | |
| Total board of review | <u>4,350</u> | <u>1,848</u> | <u>2,502</u> |
| UNALLOCATED | | | |
| Pension | | 1,703 | |
| Office supplies | | 7,773 | |
| Contracted services | | 2,238 | |
| Small equipment | | 45 | |
| Insurance | | 61,065 | |
| Repairs and maintenance | | 1,890 | |
| Rentals | | 9,440 | |
| Miss digs | | 5,792 | |
| Miscellaneous | | <u>404</u> | |
| Total unallocated | <u>124,193</u> | <u>90,350</u> | <u>33,843</u> |

GREEN OAK TOWNSHIP
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL - (continued)
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--------------------------------|----------------|----------------|--|
| PLANNING AND ZONING | | | |
| Wages | | 68,364 | |
| Payroll taxes | | 5,825 | |
| Health insurance | | 12,715 | |
| Life insurance | | 894 | |
| Pension | | 7,038 | |
| Office supplies | | 2,142 | |
| Legal fees | | 18,127 | |
| Contracted services | | 356 | |
| Dues and schools | | 797 | |
| Telephone | | 630 | |
| Mileage | | 321 | |
| Gas and oil | | 658 | |
| Publications | | 427 | |
| Repairs and maintenance | | 270 | |
| Rent | | 9,156 | |
| Insurance | | 559 | |
| Miscellaneous | | 1,563 | |
| Capital outlay | | 3,978 | |
| | <u>126,490</u> | <u>133,820</u> | <u>(7,330)</u> |
| Total planning and zoning | | | |
| ZONING BOARD OF APPEALS | | | |
| Per diems | | 3,940 | |
| Payroll taxes | | 329 | |
| Office supplies | | 237 | |
| Legal fees | | 14,194 | |
| Dues and schools | | 250 | |
| Clerical | | 500 | |
| | <u>22,275</u> | <u>19,450</u> | <u>2,825</u> |
| Total board of appeals | | | |
| ROADS | | | |
| Contracted services | | 94,839 | |
| Debt payments - principal | | 19,238 | |
| Debt payments - interest | | 6,058 | |
| | <u>160,270</u> | <u>120,135</u> | <u>40,135</u> |
| Total roads | | | |

GREEN OAK TOWNSHIP
GENERAL FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL - (continued)
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|----------------------------|---------------------|---------------------|--|
| CEMETERY MAINTENANCE | | | |
| Salaries | | 1,026 | |
| Payroll taxes | | 78 | |
| Legal fees | | 190 | |
| Contracted services | | 3,173 | |
| Small equipment | | <u>2,970</u> | |
| Total cemetery maintenance | <u>16,000</u> | <u>7,437</u> | <u>8,563</u> |
| RECREATION | <u>73,117</u> | <u>67,462</u> | <u>5,655</u> |
| Total expenditures | <u>\$ 2,090,182</u> | <u>\$ 1,969,845</u> | <u>\$ 120,337</u> |

BUILDING
DEPARTMENT
FUND

GREEN OAK TOWNSHIP
BUILDING DEPARTMENT FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash

\$ 500,188

LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable

\$ 7,912

Accrued wages, vacation and sick pay

11,840

Due from other funds

350

Total liabilities

\$ 20,102

FUND BALANCE

480,086

Total liabilities and fund balance

\$ 500,188

GREEN OAK TOWNSHIP
BUILDING DEPARTMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|-----------------------------|-------------------|--|
| REVENUES | | | |
| Permits, licenses, and fees | \$ | \$ 557,489 | \$ |
| Sale of copies, maps | | 386 | |
| Interest income | <u> </u> | <u>5,777</u> | <u> </u> |
| Total revenues | <u>535,200</u> | <u>563,652</u> | <u>28,452</u> |
| EXPENDITURES | | | |
| Salaries | | 153,744 | |
| Payroll taxes | | 12,351 | |
| Health insurance | | 46,727 | |
| Life insurance | | 3,079 | |
| Pension | | 14,741 | |
| Office supplies | | 3,924 | |
| Legal fees | | 57 | |
| Contracted services | | 11,639 | |
| Contract labor | | 83,508 | |
| Membership dues | | 150 | |
| Schools and seminars | | 1,247 | |
| Telephone | | 2,810 | |
| Utilities | | 3,647 | |
| Gas and oil | | 2,269 | |
| Publications | | 787 | |
| General liability insurance | | 59,447 | |
| Repairs and maintenance | | 2,966 | |
| Rent expense | | 36,626 | |
| Miscellaneous | | 1,445 | |
| Uniforms | | 400 | |
| Small equipment | | 2,593 | |
| Capital outlay | | 45,562 | |
| Administrative fees | <u> </u> | <u>20,000</u> | <u> </u> |
| Total expenditures | <u>535,200</u> | <u>509,719</u> | <u>25,481</u> |
| Excess of revenues over (under) expenditures | | 53,933 | 53,933 |
| FUND BALANCE, JULY 1, 2004 | 437,416 | 437,416 | |
| PRIOR PERIOD ADJUSTMENT | <u> </u> | <u>(11,263)</u> | <u>(11,263)</u> |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 437,416</u> | <u>\$ 480,086</u> | <u>\$ 42,670</u> |

CEMETERY
PERPETUAL CARE
FUND

GREEN OAK TOWNSHIP
CEMETERY PERPETUAL CARE FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS
Cash

\$ 470

FUND BALANCE

FUND BALANCE

\$ 470

GREEN OAK TOWNSHIP
CEMETERY PERPETUAL CARE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

| | |
|--|----------------------|
| REVENUES | |
| Interest | \$ 2 |
| EXPENDITURES | <hr/> |
| Excess of revenue over (under) expenditures | 2 |
| FUND BALANCE JULY 1, 2004 | <hr/> 468 |
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ 470</u></u> |

FIRE
FUND

GREEN OAK TOWNSHIP
FIRE FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

| | |
|------------------|---------------|
| Cash | \$ 524,131 |
| Taxes receivable | <u>18,275</u> |

| | | |
|--------------|--|-------------------|
| Total assets | | <u>\$ 542,406</u> |
|--------------|--|-------------------|

LIABILITIES AND FUND BALANCE

LIABILITIES

| | |
|--------------------------------------|---------------|
| Accounts payable | \$ 3,057 |
| Accrued wages, vacation and sick pay | <u>57,918</u> |

| | | |
|-------------------|--|-----------|
| Total liabilities | | \$ 60,975 |
|-------------------|--|-----------|

FUND BALANCE

| | |
|--|----------------|
| | <u>481,431</u> |
|--|----------------|

| | | |
|------------------------------------|--|-------------------|
| Total liabilities and fund balance | | <u>\$ 542,406</u> |
|------------------------------------|--|-------------------|

GREEN OAK TOWNSHIP
FIRE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------|-------------------|--|
| REVENUES | | | |
| Taxes | \$ | \$ 1,124,665 | \$ |
| EMS grant | | 11,432 | |
| Interest | | 5,812 | |
| Charges for services | | 9,173 | |
| Miscellaneous | | <u>412</u> | |
| Total revenues | 1,147,225 | 1,151,494 | 4,269 |
| EXPENDITURES | <u>706,044</u> | <u>704,596</u> | <u>1,448</u> |
| Excess of revenues over (under) expenditures | 441,181 | 446,898 | 5,717 |
| OTHER FINANCING (USES) | | | |
| Transfers (out) | <u>(439,109)</u> | <u>(439,109)</u> | |
| Excess of revenues over (under) expenditures and other financing (uses) | 2,072 | 7,789 | 5,717 |
| FUND BALANCE, JULY 1, 2004 | 495,508 | 495,508 | |
| PRIOR PERIOD ADJUSTMENT | | <u>(21,866)</u> | <u>(21,866)</u> |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 497,580</u> | <u>\$ 481,431</u> | <u>\$ (16,149)</u> |

GREEN OAK TOWNSHIP
FIRE FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|-------------------------------|-------------------|-------------------|--|
| EXPENDITURES | | | |
| Wages - chief | \$ | \$ 50,010 | \$ |
| Wages - deputy | | 48,822 | |
| Wages - clerical | | 28,287 | |
| Wages - fire inspector | | 30,567 | |
| Wages - vacation payout | | 30,789 | |
| Wages - firemen | | 202,801 | |
| Payroll taxes | | 27,795 | |
| Health insurance | | 40,510 | |
| Life and disability insurance | | 2,907 | |
| Pension | | 18,749 | |
| Postage | | 93 | |
| Office supplies | | 3,061 | |
| Legal fees | | 238 | |
| Contracted services | | 19,170 | |
| Dues | | 4,555 | |
| Schools and training | | 11,953 | |
| Telephone | | 7,618 | |
| Radio maintenance | | 3,032 | |
| Contract reimbursement | | 1,824 | |
| Gasoline and oil | | 16,102 | |
| Publications | | 592 | |
| General insurance | | 37,243 | |
| Fuel and heat | | 11,081 | |
| Electricity | | 9,441 | |
| Operating supplies | | 28,479 | |
| Maintenance supplies | | 1,998 | |
| Lawn and snow maintenance | | 928 | |
| Office equipment repairs | | 297 | |
| Building repairs | | 3,799 | |
| Operational equipment repair | | 7,344 | |
| Vehicle repairs | | 22,154 | |
| Uniforms | | 5,077 | |
| EMS grant expense | | 11,242 | |
| Medical supplies | | 4,408 | |
| Miscellaneous | | 109 | |
| Sewer assessment | | 1,273 | |
| Cleaning services | | 3,571 | |
| Small equipment | | 6,677 | |
| | <u> </u> | <u> </u> | <u> </u> |
| Total expenditures | <u>\$ 706,044</u> | <u>\$ 704,596</u> | <u>\$ 1,448</u> |

SPECIAL FIRE
CAPITAL
FUND

GREEN OAK TOWNSHIP
SPECIAL FIRE CAPITAL FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash

\$ 3,460

Total assets

FUND BALANCE

FUND BALANCE

\$ 3,460

GREEN OAK TOWNSHIP
SPECIAL FIRE CAPITAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-----------------|-----------------|--|
| REVENUES | | | |
| Interest income | \$ 220 | \$ 307 | \$ 87 |
| EXPENDITURES | | | |
| Small equipment | | 281 | |
| Tax chargebacks | | <u>3,763</u> | |
| Total expenditures | <u>280</u> | <u>4,044</u> | <u>(3,764)</u> |
| Excess of revenues over (under) expenditures | (60) | (3,737) | (3,677) |
| OTHER FINANCING (USES) | | | |
| Transfers (out) | <u>(35,000)</u> | <u>(35,000)</u> | |
| Excess of revenues over (under) expenditures and other financing (uses) | (35,060) | (38,737) | (3,677) |
| FUND BALANCE, JULY 1, 2004 | <u>42,197</u> | <u>42,197</u> | |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 7,137</u> | <u>\$ 3,460</u> | <u>\$ (3,677)</u> |

FIRE CAPITAL VEHICLE
AND EQUIPMENT
FUND

GREEN OAK TOWNSHIP
FIRE CAPITAL VEHICLE AND EQUIPMENT FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash

\$ 277,463

FUND BALANCE

FUND BALANCE

\$ 277,463

GREEN OAK TOWNSHIP
FIRE CAPITAL VEHICLE AND EQUIPMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|--|-------------------|-------------------|--|
| REVENUES | | | |
| Donations | \$ | \$ 7,996 | \$ |
| Interest income | | <u>2,002</u> | |
| Total revenues | <u>1,228</u> | <u>9,998</u> | <u>8,770</u> |
| EXPENDITURES | | | |
| Tax chargebacks | | 1,970 | |
| Debt repayments - principal | | 168,280 | |
| Debt repayments - interest | | 35,643 | |
| Capital outlay | | <u>266,252</u> | |
| Total expenditures | <u>457,953</u> | <u>472,145</u> | <u>(14,192)</u> |
| Excess of revenues over (under) expenditures | (456,725) | (462,147) | (5,422) |
| OTHER FINANCING SOURCES | | | |
| Transfer in | <u>474,109</u> | <u>474,109</u> | |
| Excess of revenues over (under) expenditures and other financing sources | 17,384 | 11,962 | (5,422) |
| FUND BALANCE, JULY 1, 2004 | <u>265,501</u> | <u>265,501</u> | |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 282,885</u> | <u>\$ 277,463</u> | <u>\$ (5,422)</u> |

SPECIAL
POLICE
FUND

GREEN OAK TOWNSHIP
SPECIAL POLICE FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

| | |
|------------------|---------------|
| Cash | \$ 231,680 |
| Taxes receivable | <u>27,052</u> |

| | | |
|--------------|--|-------------------|
| Total assets | | <u>\$ 258,732</u> |
|--------------|--|-------------------|

LIABILITIES AND FUND BALANCE

LIABILITIES

| | |
|--------------------------------------|----------------|
| Accounts payable | \$ 9,723 |
| Accrued wages, vacation and sick pay | <u>142,500</u> |

| | | |
|-------------------|--|------------|
| Total liabilities | | \$ 152,223 |
|-------------------|--|------------|

FUND BALANCE

| | |
|--|----------------|
| | <u>106,509</u> |
|--|----------------|

| | | |
|------------------------------------|--|-------------------|
| Total liabilities and fund balance | | <u>\$ 258,732</u> |
|------------------------------------|--|-------------------|

GREEN OAK TOWNSHIP
SPECIAL POLICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|-------------------|-------------------|--|
| REVENUES | | | |
| Taxes | \$ | \$ 1,199,534 | \$ |
| Liquor license fees | | 5,554 | |
| Michigan training grant | | 2,788 | |
| Cops Fast grant | | 18,300 | |
| Fines | | 23,532 | |
| Service fees | | 40 | |
| Copies | | 4,302 | |
| Interest | | 1,498 | |
| Cost recovery | | 32,986 | |
| Vehicle inspections | | 2,800 | |
| Donations | | 1,445 | |
| Other revenues | | 318 | |
| | <u>1,278,950</u> | <u>1,293,097</u> | <u>14,147</u> |
| Total revenues | | | |
| EXPENDITURES | <u>1,353,910</u> | <u>1,301,411</u> | <u>52,499</u> |
| Excess of revenues over (under) expenditures | (74,960) | (8,314) | 66,646 |
| OTHER FINANCING SOURCES (USES) | | | |
| Transfers in | 209,200 | 208,600 | (600) |
| Transfers (out) | <u>(84,000)</u> | <u>(84,000)</u> | |
| Total other financing sources (uses) | <u>125,200</u> | <u>124,600</u> | <u>(600)</u> |
| Excess of revenues over (under) expenditures and other financing sources (uses) | 50,240 | 116,286 | 66,046 |
| FUND BALANCE, JULY 1, 2004 | 111,193 | 111,193 | |
| PRIOR PERIOD ADJUSTMENT | <u>(120,970)</u> | <u>(120,970)</u> | <u>(120,970)</u> |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 161,433</u> | <u>\$ 106,509</u> | <u>\$ (54,924)</u> |

GREEN OAK TOWNSHIP
SPECIAL POLICE FUND
STATEMENT OF EXPENDITURES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|-------------------------------|-----------------------------|-----------------------------|--|
| EXPENDITURES | | | |
| Salaries | \$ | \$ 767,193 | \$ |
| Payroll taxes | | 59,836 | |
| Health insurance | | 152,246 | |
| Life and disability insurance | | 8,618 | |
| Pension | | 96,334 | |
| Office supplies | | 4,684 | |
| Uniform cleaning | | 5,350 | |
| Legal fees | | 7,233 | |
| Contracted services | | 9,597 | |
| Tax chargebacks | | 117 | |
| Dues | | 285 | |
| Schools | | 1,040 | |
| Training | | 5,340 | |
| Telephone | | 6,709 | |
| Mileage | | 552 | |
| Gasoline and oil | | 25,585 | |
| General insurance | | 88,688 | |
| Fuel and heat | | 2,745 | |
| Electricity | | 6,204 | |
| Operating supplies | | 9,689 | |
| Cleaning service | | 6,000 | |
| Periodicals | | 1,659 | |
| Repairs and maintenance | | 22,839 | |
| Capital outlay | | 843 | |
| Lawnnet | | 3,000 | |
| Uniforms | | 6,843 | |
| Miscellaneous | | 2,182 | |
| | <u> </u> | <u> </u> | <u> </u> |
| Total expenditures | <u>\$ 1,353,910</u> | <u>\$ 1,301,411</u> | <u>\$ 52,499</u> |

POLICE DEPARTMENT
CAPITAL VEHICLE
AND
EQUIPMENT FUND

GREEN OAK TOWNSHIP
POLICE DEPARTMENT CAPITAL VEHICLE AND EQUIPMENT FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash and cash equivalents

\$ 267,320

FUND BALANCE

FUND BALANCE

\$ 267,320

GREEN OAK TOWNSHIP
POLICE DEPARTMENT CAPITAL VEHICLE AND EQUIPMENT FUND
STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2005

| | <u>Budget</u> | <u>Actual</u> | Variance Favorable (Unfavorable) |
|---|-------------------|-------------------|--|
| REVENUES | | | |
| Sale of assets | \$ | \$ 3,878 | \$ |
| Interest income | | <u>2,205</u> | |
| Total revenues | <u>5,500</u> | <u>6,083</u> | <u>583</u> |
| EXPENDITURES | | | |
| Capital outlay | | 67,428 | |
| Small equipment | | <u>1,970</u> | |
| Total expenditures | <u>73,500</u> | <u>69,398</u> | <u>4,102</u> |
| Excess of revenues over (under) expenditures | (68,000) | (63,315) | 4,685 |
| OTHER FINANCING SOURCES | | | |
| Transfers in | <u>84,000</u> | <u>84,000</u> | |
| Excess of revenues over (under) expenditures and other financing sources | 16,000 | 20,685 | 4,685 |
| FUND BALANCE, JULY 1, 2004 | <u>246,635</u> | <u>246,635</u> | |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 262,635</u> | <u>\$ 267,320</u> | <u>\$ 4,685</u> |

POLICE
SPECIAL
INVESTIGATION
FUND

GREEN OAK TOWNSHIP
POLICE SPECIAL INVESTIGATION FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash

\$ 13,608

FUND BALANCE

FUND BALANCE

\$ 13,608

GREEN OAK TOWNSHIP
POLICE SPECIAL INVESTIGATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

| | |
|--|-------------------------|
| REVENUES | |
| Forfeitures | \$ 1,137 |
| Interest | <u>73</u> |
| Total revenues | 1,210 |
| EXPENDITURES | |
| Police protection | <u>541</u> |
| Excess of revenues over (under) expenditures | 669 |
| FUND BALANCE, JULY 1, 2004 | <u>12,939</u> |
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ 13,608</u></u> |

BUDGET
STABILIZATION
FUND

GREEN OAK TOWNSHIP
BUDGET STABILIZATION FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash

\$ 293,117

FUND BALANCE

FUND BALANCE

\$ 293,117

GREEN OAK TOWNSHIP
BUDGET STABILIZATION FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

| | |
|--|--------------------------|
| REVENUES | \$ 3,431 |
| Interest | |
| EXPENDITURES | <u> </u> |
| Excess of revenues over (under) expenditures | 3,431 |
| FUND BALANCE, JULY 1, 2004 | <u>289,686</u> |
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ 293,117</u></u> |

STORM WATER
FUND

GREEN OAK TOWNSHIP
STORM WATER FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS
Cash

\$ 7,806

FUND BALANCE

FUND BALANCE

\$ 7,806

GREEN OAK TOWNSHIP
STORM WATER FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

| | |
|---|------------------------|
| REVENUES | |
| Interest | \$ 28 |
| EXPENDITURES | |
| Project costs | <u>15,785</u> |
| Excess of revenues over (under) expenditures | (15,757) |
| OTHER FINANCING SOURCES | |
| Transfers in | <u>15,000</u> |
| Excess of revenues over (under) expenditures and other financing sources | (757) |
| FUND BALANCE, JULY 1, 2004 | <u>8,563</u> |
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ 7,806</u></u> |

ROAD
IMPROVEMENT
FUND

GREEN OAK TOWNSHIP
ROAD IMPROVEMENT FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash

\$ 445,013

FUND BALANCE

FUND BALANCE

\$ 445,013

GREEN OAK TOWNSHIP
ROAD IMPROVEMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

| | |
|--|--------------------------|
| REVENUES | |
| Interest | \$ 11,839 |
| EXPENDITURES | |
| Capital outlay | <u>187,500</u> |
| Excess of revenues over (under) expenditures | (175,661) |
| OTHER FINANCING SOURCES (USES) | |
| Transfers in | <u>134,600</u> |
| Excess of revenues over (under) expenses and other financing sources (uses) | (41,061) |
| FUND BALANCE, JULY 1, 2004 | <u>486,074</u> |
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ 445,013</u></u> |

LAND
DEVELOPMENT
FUND

GREEN OAK TOWNSHIP
LAND DEVELOPMENT FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS
Cash

\$ 20,458

FUND BALANCE

FUND BALANCE

\$ 20,458

GREEN OAK TOWNSHIP
 LAND DEVELOPMENT FUND
 STATEMENT OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE
 FOR THE YEAR ENDED JUNE 30, 2005

| | |
|---|-------------------------|
| REVENUES | |
| Interest | \$ 95 |
| EXPENDITURES | |
| Project costs | <u>892</u> |
| Excess of revenues over (under) expenditures | (797) |
| OTHER FINANCING SOURCES | |
| Transfers in | <u>16,702</u> |
| Excess of revenues over (under) expenditures and other financing sources | 15,905 |
| FUND BALANCE, JULY 1, 2004 | <u>4,553</u> |
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ 20,458</u></u> |

CENTENNIAL FARMS ARSENIC
IMPROVEMENT
FUND

GREEN OAK TOWNSHIP
CENTENNIAL FARMS ARSENIC IMPROVEMENT FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

| | |
|---------------------|---------------|
| Cash | \$ 3,838 |
| Accounts receivable | <u>15,162</u> |

| | |
|--------------|------------------|
| Total assets | <u>\$ 19,000</u> |
|--------------|------------------|

LIABILITIES

LIABILITIES

| | |
|--------------------|------------------|
| Due to other funds | <u>\$ 19,000</u> |
|--------------------|------------------|

GREEN OAK TOWNSHIP
CENTENNIAL FARMS ARSENIC IMPROVEMENT FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

REVENUES

| | |
|------------------------|-----------|
| Project reimbursements | \$ 15,162 |
| Interest income | <u>13</u> |

| | | |
|----------------|--|-----------|
| Total revenues | | \$ 15,175 |
|----------------|--|-----------|

EXPENDITURES

| | |
|---------------|---------------|
| Project costs | <u>15,175</u> |
|---------------|---------------|

Excess of revenues over (under) expenditures

| | |
|----------------------------|-------------------|
| FUND BALANCE, JULY 1, 2004 | <u> </u> |
|----------------------------|-------------------|

| | |
|-----------------------------|----------------------------|
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ </u></u> |
|-----------------------------|----------------------------|

SILVER FOX
TRAIL PAVING
FUND

GREEN OAK TOWNSHIP
SILVER FOX TRAIL PAVING FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Special assessment receivable

\$ 3,321

LIABILITIES

LIABILITIES

Due to other funds

\$ 3,321

GREEN OAK TOWNSHIP
SILVER FOX TRAIL PAVING FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

| | |
|--|------------------|
| REVENUES | \$ 5,324 |
| Special assessments | |
| EXPENDITURES | |
| Project costs | <u>8,908</u> |
| Excess of revenues over (under) expenditures | (3,584) |
| FUND BALANCE, JULY 1, 2004 | <u>3,584</u> |
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$</u></u> |

RIVERSIDE DRIVE
ROAD MAINTENANCE
FUND

GREEN OAK TOWNSHIP
RIVERSIDE DRIVE - ROAD MAINTENANCE FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash

\$ 2,909

LIABILITIES AND FUND BALANCE

LIABILITIES

Accounts payable

\$ 819

FUND BALANCE

2,090

Total liabilities and fund balance

\$ 2,909

GREEN OAK TOWNSHIP
RIVERSIDE DRIVE - ROAD MAINTENANCE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

| | | |
|---|----|---------------------|
| REVENUES | | |
| Special assessments | \$ | 4,979 |
| Interest | | <u>21</u> |
| Total revenues | | 5,000 |
| EXPENDITURES | | |
| Road project costs | | <u>6,484</u> |
| Excess of revenues over (under) expenditures | | (1,484) |
| FUND BALANCE, JULY 1, 2004 | | <u>3,574</u> |
| FUND BALANCE, JUNE 30, 2005 | \$ | <u><u>2,090</u></u> |

STREET LIGHT
FUND

GREEN OAK TOWNSHIP
STREET LIGHT FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash

\$ 4,590

Assessment receivable

7,007

Total assets

\$ 11,597

FUND BALANCE

FUND BALANCE

\$ 11,597

GREEN OAK TOWNSHIP
STREET LIGHT FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

REVENUES

| | |
|----------------------|------------|
| Charges for services | \$ 6,397 |
| Special assessments | 7,047 |
| Interest | <u>121</u> |

| | |
|----------------|--------|
| Total revenues | 13,565 |
|----------------|--------|

EXPENDITURES

| | |
|-----------|---------------|
| Utilities | <u>15,684</u> |
|-----------|---------------|

| | |
|---|---------|
| Excess of revenues over (under) expenditures | (2,119) |
|---|---------|

| | |
|----------------------------|---------------|
| FUND BALANCE, JULY 1, 2004 | <u>13,716</u> |
|----------------------------|---------------|

| | |
|-----------------------------|-------------------------|
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ 11,597</u></u> |
|-----------------------------|-------------------------|

METRO ACT
FUND

GREEN OAK TOWNSHIP
METRO ACT FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

| | |
|---------------------|---------------|
| Cash | \$ 15,049 |
| Accounts receivable | <u>13,132</u> |

| | | |
|--------------|--|------------------|
| Total assets | | <u>\$ 28,181</u> |
|--------------|--|------------------|

FUND BALANCE

| | | |
|--------------|--|------------------|
| FUND BALANCE | | <u>\$ 28,181</u> |
|--------------|--|------------------|

GREEN OAK TOWNSHIP
METRO ACT FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

| | |
|---|-------------------------|
| REVENUES | |
| Maintenance fee | \$ 13,632 |
| Interest income | <u>86</u> |
| Total revenues | 13,718 |
| EXPENDITURES | |
| Project costs - sidewalk | <u>100</u> |
| Excess of revenues over (under) expenditures | 13,618 |
| OTHER FINANCING SOURCES | |
| Transfers in | <u>3,000</u> |
| Excess of revenues over (under) expenditures and other financing sources | 16,618 |
| FUND BALANCE, JULY 1, 2004 | <u>11,563</u> |
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ 28,181</u></u> |

VIKING LANE
DEBT SERVICE
FUND

GREEN OAK TOWNSHIP
VIKING LANE DEBT SERVICE FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

| | |
|---|--------------|
| Cash | \$ 11,915 |
| Special assessment receivable - current | <u>5,500</u> |

| | | |
|--------------|--|------------------|
| Total assets | | <u>\$ 17,415</u> |
|--------------|--|------------------|

LIABILITIES AND FUND BALANCE

LIABILITIES

| | |
|-------------------|----------|
| Deferred revenues | \$ 5,500 |
|-------------------|----------|

| | | |
|--|--|---------------|
| FUND BALANCE - DESIGNATED FOR DEBT SERVICE | | <u>11,915</u> |
|--|--|---------------|

| | | |
|------------------------------------|--|------------------|
| Total liabilities and fund balance | | <u>\$ 17,415</u> |
|------------------------------------|--|------------------|

GREEN OAK TOWNSHIP
VIKING LANE DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

REVENUES

| | |
|--------------------|------------|
| Special assessment | \$ 5,500 |
| Interest | <u>807</u> |

| | |
|----------------|--------------|
| Total revenues | <u>6,307</u> |
|----------------|--------------|

EXPENDITURES

| | |
|--------------------------|------------|
| Administrative | 300 |
| Debt service - principal | 8,000 |
| Debt service - interest | <u>824</u> |

| | |
|--------------------|--------------|
| Total expenditures | <u>9,124</u> |
|--------------------|--------------|

| | |
|--|---------|
| Excess of revenues over (under) expenditures | (2,817) |
|--|---------|

| | |
|----------------------------|---------------|
| FUND BALANCE, JULY 1, 2004 | <u>14,732</u> |
|----------------------------|---------------|

| | |
|-----------------------------|-------------------------|
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ 11,915</u></u> |
|-----------------------------|-------------------------|

PHEASANT LAKE
DEBT SERVICE
FUND

GREEN OAK TOWNSHIP
PHEASANT LAKE DEBT SERVICE FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

| | |
|-------------------------------|---------------|
| Cash | \$ 41,293 |
| Special assessment receivable | |
| Current | 13,030 |
| Deferred | <u>78,881</u> |

| | | |
|--------------|--|-------------------|
| Total assets | | <u>\$ 133,204</u> |
|--------------|--|-------------------|

LIABILITIES AND FUND BALANCE

LIABILITIES

| | |
|-------------------|-----------|
| Deferred revenues | \$ 91,911 |
|-------------------|-----------|

FUND BALANCE - DESIGNATED FOR DEBT SERVICE

41,293

| | | |
|------------------------------------|--|-------------------|
| Total liabilities and fund balance | | <u>\$ 133,204</u> |
|------------------------------------|--|-------------------|

GREEN OAK TOWNSHIP
PHEASANT LAKE DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

REVENUES

| | |
|---------------------|------------|
| Special assessments | \$ 16,861 |
| Interest | <u>376</u> |

| | |
|----------------|---------------|
| Total revenues | <u>17,237</u> |
|----------------|---------------|

EXPENDITURES

| | |
|--------------------------|--------------|
| Administrative | 300 |
| Debt service - principal | 15,000 |
| Debt service - interest | <u>6,778</u> |

| | |
|--------------------|---------------|
| Total expenditures | <u>22,078</u> |
|--------------------|---------------|

| | |
|---|---------|
| Excess of revenues over (under) expenditures | (4,841) |
|---|---------|

| | |
|----------------------------|---------------|
| FUND BALANCE, JULY 1, 2004 | <u>46,134</u> |
|----------------------------|---------------|

| | |
|-----------------------------|-------------------------|
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ 41,293</u></u> |
|-----------------------------|-------------------------|

BUILDING AUTHORITY
DEBT SERVICE
FUND

GREEN OAK TOWNSHIP
BUILDING AUTHORITY DEBT SERVICE FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

| | |
|--------|----------|
| ASSETS | \$ 7,032 |
| Cash | |

FUND BALANCE

| | |
|--|----------|
| FUND BALANCE - DESIGNATED FOR DEBT SERVICE | \$ 7,032 |
|--|----------|

GREEN OAK TOWNSHIP
BUILDING AUTHORITY DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

REVENUES

| | |
|-----------------|------------|
| Rental income | \$ 183,129 |
| Interest income | <u>104</u> |

| | |
|----------------|----------------|
| Total revenues | <u>183,233</u> |
|----------------|----------------|

EXPENDITURES

| | |
|--------------------------|------------|
| Debt service - principal | 85,000 |
| Debt service - interest | 98,129 |
| Debt service - fees | <u>575</u> |

| | |
|--------------------|----------------|
| Total expenditures | <u>183,704</u> |
|--------------------|----------------|

| | |
|--|-------|
| Excess of revenues over (under) expenditures | (471) |
|--|-------|

| | |
|----------------------------|--------------|
| FUND BALANCE, JULY 1, 2004 | <u>7,503</u> |
|----------------------------|--------------|

| | |
|-----------------------------|------------------------|
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ 7,032</u></u> |
|-----------------------------|------------------------|

SEWER
IMPROVEMENT
CAPITAL PROJECTS FUND

GREEN OAK TOWNSHIP
SEWER IMPROVEMENT
CAPITAL PROJECTS FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash

\$ 14,714

Certificate of deposit

80,232

Total assets

\$ 94,946

FUND BALANCE

FUND BALANCE

\$ 94,946

GREEN OAK TOWNSHIP
SEWER IMPROVEMENT
CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

| | |
|--|-------------------|
| REVENUES | |
| Interest | \$ 1,990 |
| EXPENDITURES | |
| Project costs | <u> </u> |
| Excess of revenues over (under) expenditures | 1,990 |
| FUND BALANCE, JULY 1, 2004 | <u>92,956</u> |
| FUND BALANCE, JUNE 30, 2005 | <u>\$ 94,946</u> |

CENTENNIAL FARMS
CAPITAL PROJECTS
FUND

GREEN OAK TOWNSHIP
CENTENNIAL FARMS CAPITAL PROJECTS FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash

\$ 48,248

LIABILITIES AND FUND BALANCE

LIABILITIES

Deposits from customers

\$ 40,237

FUND BALANCE

8,011

Total liabilities and fund balance

\$ 48,248

GREEN OAK TOWNSHIP
CENTENNIAL FARMS CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

| | |
|--|------------------------|
| REVENUES | |
| Interest | \$ 390 |
| EXPENDITURES | <u> </u> |
| Excess of revenues over (under) expenditures | 390 |
| FUND BALANCE JULY 1, 2004 | <u>7,621</u> |
| FUND BALANCE, JUNE 30, 2005 | <u><u>\$ 8,011</u></u> |

WATER SYSTEM
CAPITAL PROJECTS
FUND

GREEN OAK TOWNSHIP
WATER SYSTEM CAPITAL PROJECTS FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

| | |
|--------------------------------|------------|
| Cash and cash equivalents | \$ 996,694 |
| Special assessments receivable | 6,077,960 |
| Due from other funds | <u>110</u> |

| | | |
|--------------|--|---------------------|
| Total assets | | <u>\$ 7,074,764</u> |
|--------------|--|---------------------|

LIABILITIES AND FUND BALANCE

LIABILITIES

| | |
|-------------------|--------------|
| Deferred revenues | \$ 6,077,960 |
|-------------------|--------------|

| | |
|--------------|----------------|
| FUND BALANCE | <u>996,804</u> |
|--------------|----------------|

| | | |
|------------------------------------|--|---------------------|
| Total liabilities and fund balance | | <u>\$ 7,074,764</u> |
|------------------------------------|--|---------------------|

GREEN OAK TOWNSHIP
WATER SYSTEM CAPITAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2005

| | | |
|--|---------------|--------------------------|
| REVENUES | | |
| Special assessments | \$ 715,171 | |
| Interest | 8,710 | |
| Connection charges | <u>74,369</u> | |
| Total revenues | | \$ 798,250 |
| EXPENDITURES | | |
| Water system project costs | 27,194 | |
| Debt service | | |
| Principal | 125,000 | |
| Interest | 299,415 | |
| Fees | <u>750</u> | |
| Total expenditures | | <u>452,359</u> |
| Excess of revenues over (under) expenditures | | 345,891 |
| FUND BALANCE, JULY 1, 2004 | | <u>650,913</u> |
| FUND BALANCE, JUNE 30, 2005 | | <u><u>\$ 996,804</u></u> |

SAXONY
WATER
FUND

GREEN OAK TOWNSHIP
SAXONY WATER FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

CURRENT ASSETS

| | |
|---------------------|------------|
| Cash | \$ 130,402 |
| Accounts receivable | <u>551</u> |

| | |
|----------------------|------------|
| Total current assets | \$ 130,953 |
|----------------------|------------|

PROPERTY AND EQUIPMENT

| | |
|------------------------------------|-----------------|
| Water system donated by contractor | 123,000 |
| Improvements to water system | <u>26,537</u> |
| | 149,537 |
| Less: accumulated depreciation | <u>(18,878)</u> |

| | |
|----------------------------|----------------|
| Net property and equipment | <u>130,659</u> |
|----------------------------|----------------|

| | |
|--------------|-------------------|
| Total assets | <u>\$ 261,612</u> |
|--------------|-------------------|

LIABILITIES AND FUND EQUITY

LIABILITIES

| | |
|-------------------|--------------|
| Accounts payable | \$ 809 |
| Due to other fund | <u>7,410</u> |

| | |
|-------------------|----------|
| Total liabilities | \$ 8,219 |
|-------------------|----------|

FUND EQUITY

| | |
|-------------------|----------------|
| Retained earnings | <u>253,393</u> |
|-------------------|----------------|

| | |
|-----------------------------------|-------------------|
| Total liabilities and fund equity | <u>\$ 261,612</u> |
|-----------------------------------|-------------------|

GREEN OAK TOWNSHIP
SAXONY WATER FUND
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED JUNE 30, 2005

| | | |
|----------------------------------|--------------|-------------------|
| OPERATING REVENUES | | |
| Water sales | | \$ 14,528 |
| OPERATING EXPENSES | | |
| Engineering | \$ 6,382 | |
| Contract services | 8,361 | |
| Insurance | 3,310 | |
| Telephone | 348 | |
| Utilities | 8,458 | |
| Miscellaneous | 1,104 | |
| Operating supplies | 4,946 | |
| Depreciation | <u>524</u> | |
| Total operating expenses | | <u>33,433</u> |
| Operating (loss) | | (18,905) |
| NON-OPERATING REVENUE (EXPENSE) | | |
| Loss on disposal of assets | (82,216) | |
| Interest income | <u>3,496</u> | |
| Total non-operating revenue | | <u>(78,720)</u> |
| Net (loss) | | (97,625) |
| RETAINED EARNINGS, JULY 1, 2004 | | <u>351,018</u> |
| RETAINED EARNINGS, JUNE 30, 2005 | | <u>\$ 253,393</u> |

GREEN OAK TOWNSHIP
SAXONY WATER FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005

CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES

| | | |
|--|--------------|---------------|
| Operating (loss) | | \$ (18,905) |
| Adjustments to reconcile operating (loss) to net cash from (used in) operating activities | | |
| Depreciation | \$ 524 | |
| Decrease in accounts receivable | 21,538 | |
| Increase in accounts payable | 51 | |
| Increase in due to other funds | <u>4,258</u> | |
| Total adjustments | | <u>26,371</u> |
| Net cash (used in) operating activities | | 7,466 |

CASH FLOWS (USED IN) CAPITAL AND RELATED FINANCING
ACTIVITIES

| | |
|------------------------|----------|
| Cost of asset disposal | (35,009) |
|------------------------|----------|

CASH FLOWS FROM INVESTING ACTIVITIES

| | |
|---|--------------|
| Interest on cash | <u>3,496</u> |
| Net (decrease) in cash and cash equivalents | (24,047) |

| | |
|---|----------------|
| CASH AND CASH EQUIVALENTS AT JULY 1, 2004 | <u>154,449</u> |
|---|----------------|

| | |
|--|--------------------------|
| CASH AND CASH EQUIVALENTS AT JUNE 30, 2005 | <u><u>\$ 130,402</u></u> |
|--|--------------------------|

CENTENNIAL
FARMS
FUND

GREEN OAK TOWNSHIP
CENTENNIAL FARMS FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash

\$ 7,453

LIABILITIES

LIABILITIES

Accounts payable

\$ 7,453

GREEN OAK TOWNSHIP
CENTENNIAL FARMS FUND
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED JUNE 30, 2005

| | | |
|----------------------------------|--------------|----------------------------|
| OPERATING REVENUES | | |
| Charges to contractor | | \$ 33,729 |
| OPERATING EXPENSES | | |
| Legal fees | \$ 375 | |
| Contracted services | 22,342 | |
| Utilities | 5,430 | |
| Operating supplies | 3,668 | |
| Licenses and permits | 551 | |
| Telephone | 332 | |
| Miscellaneous | <u>1,099</u> | |
| Total operating expenses | | <u>33,797</u> |
| Operating (loss) | | (68) |
| NON-OPERATING REVENUE | | |
| Interest income | | <u>68</u> |
| Net income | | |
| RETAINED EARNINGS, JULY 1, 2004 | | <u> </u> |
| RETAINED EARNINGS, JUNE 30, 2005 | | <u><u>\$ </u></u> |

GREEN OAK TOWNSHIP
CENTENNIAL FARMS FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005

| | |
|--|------------------------|
| CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES | |
| Operating (loss) | \$ (68) |
| Adjustments to reconcile operating (loss) to net cash from (used in) operating activities | |
| Increase in accounts payable | <u>1,802</u> |
| Net cash from operating activities | 1,734 |
| CASH FLOWS FROM INVESTING ACTIVITIES | |
| Interest on cash | <u>68</u> |
| Net increase in cash and cash equivalents | 1,802 |
| CASH AND CASH EQUIVALENTS AT JULY 1, 2004 | <u>5,651</u> |
| CASH AND CASH EQUIVALENTS AT JUNE 30, 2005 | <u><u>\$ 7,453</u></u> |

REICK'S FARMS
FUND

GREEN OAK TOWNSHIP
REICK'S FARMS FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

| | |
|---------------------|--------------|
| Cash | \$ 17,036 |
| Accounts receivable | <u>1,547</u> |

| | |
|--------------|------------------|
| Total assets | <u>\$ 18,583</u> |
|--------------|------------------|

LIABILITIES AND FUND EQUITY

LIABILITIES

| | |
|------------------|--------|
| Accounts payable | \$ 275 |
|------------------|--------|

FUND EQUITY

| | |
|-------------------|---------------|
| Retained earnings | <u>18,308</u> |
|-------------------|---------------|

| | |
|-----------------------------------|------------------|
| Total liabilities and fund equity | <u>\$ 18,583</u> |
|-----------------------------------|------------------|

GREEN OAK TOWNSHIP
REICK'S FARMS FUND
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED JUNE 30, 2005

| | | |
|----------------------------------|--------------|------------------|
| OPERATING REVENUES | | |
| Sewer billing | | \$ 5,209 |
| OPERATING EXPENSES | | |
| Contract services | \$ 4,862 | |
| Utilities | 169 | |
| Repairs and maintenance | <u>4,248</u> | |
| Total operating expenses | | <u>9,279</u> |
| Operating (loss) | | (4,070) |
| NON-OPERATING REVENUES | | |
| Interest income | | <u>164</u> |
| Net (loss) | | (3,906) |
| RETAINED EARNINGS, JULY 1, 2004 | | <u>22,214</u> |
| RETAINED EARNINGS, JUNE 30, 2005 | | <u>\$ 18,308</u> |

GREEN OAK TOWNSHIP
REICK'S FARM FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005

CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES

| | | |
|--|--------------|--------------|
| Operating (loss) | | \$ (4,070) |
| Adjustments to reconcile operating (loss) to net cash from (used in) operating activities | | |
| Decrease in accounts receivable | \$ 47 | |
| (Decrease) in accounts payable | <u>(537)</u> | |
| Total adjustments | | <u>(490)</u> |
| Net cash (used in) operating activities | | (4,560) |

CASH FLOWS FROM INVESTING ACTIVITIES

| | | |
|---|--|------------|
| Interest | | <u>164</u> |
| Net (decrease) in cash and cash equivalents | | (4,396) |

| | |
|---|---------------|
| CASH AND CASH EQUIVALENTS AT JULY 1, 2004 | <u>21,432</u> |
|---|---------------|

| | |
|--|-------------------------|
| CASH AND CASH EQUIVALENTS AT JUNE 30, 2005 | <u><u>\$ 17,036</u></u> |
|--|-------------------------|

SEWER
FUND

GREEN OAK TOWNSHIP
SEWER FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

CURRENT ASSETS

| | |
|----------------------------------|---------------|
| Cash and cash equivalents | \$ 635,610 |
| Accounts receivable - operations | 51,941 |
| Due from other funds | <u>17,801</u> |

Total current assets \$ 705,352

RESTRICTED ASSETS

| | |
|--|-------------------|
| Cash and cash equivalents - capital | \$ 1,641,401 |
| Cash and cash equivalents - debt service | 2,153,636 |
| Special assessments receivable | <u>22,152,418</u> |

Total restricted assets 25,947,455

PROPERTY AND EQUIPMENT

| | |
|--------------------------------|--------------------|
| Land | 2,770,301 |
| Equipment | 1,267 |
| Sewer system | 10,487,912 |
| Construction in progress | 11,330,322 |
| Less: accumulated depreciation | <u>(1,043,488)</u> |

Net property and equipment 23,546,314

OTHER ASSTS

| | |
|--------------------|---------------|
| Bond discount, net | <u>95,060</u> |
|--------------------|---------------|

Total assets \$ 50,294,181

LIABILITIES AND FUND EQUITY

CURRENT LIABILITIES

| | |
|------------------|----------|
| Accounts payable | \$ 1,261 |
|------------------|----------|

CURRENT LIABILITIES (from restricted assets)

| | |
|----------------------------------|---------------|
| Special assessment bonds payable | \$ 929,940 |
| Accrued interest | <u>83,383</u> |

Total current liabilities
(from restricted assets) 1,013,323

LONG-TERM LIABILITY (from restricted assets)

| | |
|---|-------------------|
| Special assessment bonds payable - less current portion | <u>22,375,060</u> |
|---|-------------------|

Total liabilities 23,389,644

FUND EQUITY

| | |
|------------------------------|-------------------|
| Retained earnings - reserved | <u>26,904,537</u> |
|------------------------------|-------------------|

Total liabilities and fund equity \$ 50,294,181

GREEN OAK TOWNSHIP
SEWER FUND
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN RETAINED EARNINGS
FOR THE YEAR ENDED JUNE 30, 2005

| | |
|---|----------------------|
| OPERATING REVENUES | |
| User charges | \$ 113,565 |
| OPERATING EXPENSES | |
| Contract labor - operations | 31,389 |
| Engineering | 4,738 |
| Legal fees | 32,851 |
| Telephone | 48 |
| Utilities | 3,692 |
| Supplies | 2,932 |
| Repairs and maintenance | 1,457 |
| Depreciation | 213,158 |
| Amortization | 1,964 |
| Permit fees | 3,650 |
| Miscellaneous | 3,036 |
| Publications | <u>1,500</u> |
| Total operating expenses | <u>300,415</u> |
| Operating (loss) | (186,850) |
| NON-OPERATING REVENUE AND EXPENSES | |
| Interest income - cash | 120,096 |
| Interest income - assessments | 1,234,271 |
| Interest expense - bonds | <u>(1,023,089)</u> |
| Total non-operating revenues | <u>331,278</u> |
| Net income before capital contributions | 144,428 |
| CAPITAL CONTRIBUTIONS | |
| Special assessment levied | <u>2,242,467</u> |
| Net income | 2,386,895 |
| RETAINED EARNINGS, JULY 1, 2004 | <u>24,517,642</u> |
| RETAINED EARNINGS, JUNE 30, 2005 | <u>\$ 26,904,537</u> |

GREEN OAK TOWNSHIP
SEWER FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2005

CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES

| | | |
|--|----------------|----------------|
| Operating (loss) | | \$ (186,850) |
| Adjustments to reconcile operating (loss) to net cash from (used in) operating activities | | |
| Depreciation | \$ 213,158 | |
| Amortization | 1,964 | |
| (Increase) in accounts receivable | (45,067) | |
| (Increase) in due from other funds | (17,801) | |
| (Decrease) in accounts payable | <u>(3,766)</u> | |
| Total adjustments | | <u>148,488</u> |
| Net cash from operating activities | | (38,362) |

CASH FLOWS FROM (USED IN) CAPITAL AND RELATED
FINANCING ACTIVITIES

| | | |
|--|--------------------|-------------|
| Acquisitions of assets | (6,260,893) | |
| Bond proceeds | 2,435,000 | |
| Repayment on principal on bonds | (780,000) | |
| Special assessment collections | 1,618,720 | |
| Interest received from assessments | 1,234,271 | |
| Interest/fees paid on bonds | <u>(1,157,793)</u> | |
| Net cash (used in) capital and related financing activities | | (2,910,695) |

CASH FLOWS FROM INVESTING ACTIVITIES

| | | |
|---|----------------|-------------|
| Interest on cash and equivalents | <u>120,096</u> | |
| Net (decrease) in cash and cash equivalents | | (2,828,961) |

| | |
|---|------------------|
| CASH AND CASH EQUIVALENTS AT JULY 1, 2004 | <u>7,259,608</u> |
|---|------------------|

| | |
|--|---------------------|
| CASH AND CASH EQUIVALENTS AT JUNE 30, 2005 | <u>\$ 4,430,647</u> |
|--|---------------------|

CURRENT
TAX
COLLECTION
FUND

GREEN OAK TOWNSHIP
CURRENT TAX COLLECTION FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

Cash

\$ 350

LIABILITIES

LIABILITIES

Due to other funds

\$ 265

Due to others

85

Total liabilities

\$ 350

TRUST
AND
AGENCY
FUND

GREEN OAK TOWNSHIP
TRUST AND AGENCY FUND
BALANCE SHEET
JUNE 30, 2005

ASSETS

ASSETS

| | |
|------------------------|---------------|
| Cash | \$ 55,714 |
| Certificate of deposit | 150,003 |
| Due from others | <u>13,984</u> |

| | |
|--------------|-------------------|
| Total assets | <u>\$ 219,701</u> |
|--------------|-------------------|

LIABILITIES

LIABILITIES

| | |
|--------------------|----------------|
| Due to other funds | \$ 5,174 |
| Due to others | <u>214,527</u> |

| | |
|-------------------|-------------------|
| Total liabilities | <u>\$ 219,701</u> |
|-------------------|-------------------|

GREEN OAK TOWNSHIP

COMMENTS
AND
RECOMMENDATIONS

FOR THE YEAR ENDED JUNE 30, 2005

October 11, 2005

Board of Trustees
Green Oak Township
10001 Silver Lake Road
Brighton, Michigan 48116

Honorable Board of Trustees:

In planning and performing our audit of the financial statements of Green Oak Township for the year ended June 30, 2005, we considered the Township's internal control in order to determine our auditing procedures for the purpose of expressing an opinion on the financial statements and not to provide assurance on the internal control.

However, during our audit we became aware of several matters that are opportunities for strengthening internal controls and operating efficiency. Those matters are as follows:

1. COMMENT

For the year ended June 30, 2005, we found instances where expenditures exceeded budget appropriations. There are also special revenue funds without adopted budgets.

RECOMMENDATION

Before an actual expenditure exceeds the appropriated budget, the budget should be amended. Budgets are required for all special revenue funds pursuant to Public Act 493 of 2000.

2. COMMENT

There were instances where the Trust and Agency Fund's activities were not being maintained regularly and delinquent personal taxes were not being distributed accurately and timely.

RECOMMENDATION

The activities of this fund should be reconciled monthly to the general ledger and accurate detail supporting these activities should be maintained.

3. COMMENT

Receipts were lacking detail and included register receipts only.

RECOMMENDATION

All receipts should have original detail attached to the deposit slip.

4. COMMENT

Accountant is capable of transferring funds between bank accounts.

RECOMMENDATION

In order to improve the Township's segregation of duties, the accountant should not be allowed access to these bank accounts.

5. COMMENT

The special assessments and construction funds are combined.

RECOMMENDATION

The special assessments and construction funds should be accounted for in separate funds to ensure these monies are not co-mingled.

6. COMMENT

The following funds and accounts were not reconciled:

- Current Tax
- Special Assessments
- Delinquent Personal Property Taxes
- Charge backs
- Utility Billings
- Balance Sheet Accounts

RECOMMENDATION

These funds and accounts should be reconciled on a monthly basis to the general ledger activities.

7. COMMENT

There were instances where special assessments were incorrectly assessed on the tax roll.

RECOMMENDATION

The board needs to correct the assessments involved.

8. COMMENT

The Township has monies in certain bank accounts not currently earning interest.

RECOMMENDATION

The Township should maximize its earnings whenever possible.

This letter does not affect our report dated October 11, 2005, on the financial statements of Green Oak Township.

We will review the status of these comments during our next audit engagement. We have already discussed many of these comments and recommendations with various Township personnel, and we will be pleased to discuss them in further detail at your convenience, to perform any additional study of these matters, or to assist you in implementing the recommendations.

This report is intended solely for the information and use of the Board of Trustees, and management of Green Oak Township and is not intended to be and should not be used by anyone other than the specified parties.

Pfeffer, Hanniford & Palka, P.C.

PFEFFER, HANNIFORD & PALKA
Certified Public Accountants